GAZETTE AR 15 1973

E - 16,840

Capital Fare

## Tully Heard That Bell Ring

By Andrew Tully The McNaught Syndicate Inc.

WASHINGTON — Testimony by a Central Intelligency Agensy analyst that U. S. military officials in Vietnam lied to the public about the strength of Communist forces during the late 1960s rang a bell at this desk because I have some knowledge if not expertise on the subject.

That is to say, I suggested pretty much the same things in a rather exhaustively researched book, "The Super Spies," in 1969 — and suffered (savored?) the wrath of the establishment for my pains.

Samuel A Adams, a defense witness in the Pentagon papers trial of Daniel Ellsberg and Anthony J. Russo, testified that in 1968 when Communist forces were increasing in Vietnam, official U. S. estimates released to the public were going down. This, said Adams, was done by "removing components" from the enemy's order of battle "to display the enemy as weaker than he actually was."

Adams implied that Gen. Earle E. Wheeler, then chairman of the Joint Chiefs of Staff, and Gen. William C. Westmoreland, then commander in Vietnam, were involved in the falsifications, which he described as "a result of political pressures . . ."

I don't know about that. But, as my book relates, in late 1967 and early 1968 almost every scrap of field intelligence was perdicting a major Red offensive in late January of '68. This intelligence, of course, was verified by the Communists' terrifying Tet offensive of January-March.

Intelligence even correctly named the date the offensive would be launched — Jan. 30. A captured enemy document stated that a "general offensive early in 1968" would "emphasize attacks on enemy key units, cities and towns and lines of communication."

Throughout December 1967, and the first weeks of January 1968, Communist documents were captured in bales. They verified reports of native spies that Viet Cong agents and even soldiers in North Vietnamese uniforms were circulating openly in several cities, spreading the promise of "liberation." Again and again, these agents predicted that "the end" could come on Jan. 30.

Ha! At just about that time, General Westmoreland and Ambassador Ellsworth Bunker, our Saigon man, were in Washington radiating optimism for the edification of Congress and the stateside press. Neither of them mentioned the Communist buildup or Jan. 30.

What they told Congress and

Washington newsmen was that the United States was winning the war, that it was steadily wearing down the enemy. They noted the decrease in the rate of infiltration of troops from Hanoi from a peak of 14,000 men in June 1966, to 5,000-6,000 a month. They said soldiers were deserting in increasing numbers from the Viet Cong, that supplies to the VC by sea had been seriously interrupted.

Indeed, Westmoreland predicted that the enemy mostly would use the coming truce during the Tet holidays to build up and resupply his forces. He was preoccupied with the 40,000 enemy troops reportedly massed around the Marine strongpoint and Khen Sanh, and said everything pointed to a major battle there, with diversionary attacks in other areas.

Well, the reader knows what happened — we almost lost the war during the Tet unpleasantness. May be the setback couldn't have been avoided, although I for one won't buy that argument. However, that isn't the point.

Samuel Adams, whose job was to analyze intelligence during the Vietnam war, has confirmed that the cullitary and the White House lied to the people. What effect his testimony will have on the Ellsberg-Russo case is irrelevant in a broader context.

#### U.S. and Libya

## Trouble Again Over he 'Elint'

WASHINGTON - Periodically, over the last 20 years or so, the United States has become involved in international incidents arising out of the "elint"-electronic intelligence - missions that are performed by American reconnaissance ships and planes along the coasts and borders of other countries.

There were the aircraft shot down by the Soviet Union in the 1950's. In the 1960's there were the American destroyers that got involved with North Vietnamese patrol boats in the Gulf of Tonkin, the U.S.S. Liberty, attacked by Israel, and the Pueblo, captured by North Korea. In 1969 there was the EC-121 that was shot down by North Korea, presenting the Nixon Administration with its first foreign-policy

Last week the United States was caught up in an incident with Libya. under circumstances that are still not clear except that they involved a United States Air Force C-130 on a reconnaissance swing over the eastern Mediterranean.

The State Department announced that two Libyan Mirage fighters had intercepted and fired upon an unarmed C-130 82 miles off the Libyan coast. The plane and its crew returned unharmed to a base near Athens. The United States protested to Libya against this "provocative" attack.

The State Department stressed that the plane was always over international waters and had never approached closer than 75 miles to Libya, which claims a 12-mile boundary on its territorial waters. Beyond that, the official account remained fuzzy. But Government sources privately admitted that the C-130 was on an electronic intelligence mission to monitor radio communications and radar frequencies.

Whether the C-130 was snooping on Libyan and Egyptian installations or monitoring Soviet naval units in the area was left unclear. It was also unclear whether the aircraft was on a course headed for the Libyan coast at the time it was intercepted. But information leaked at the Pentagon suggested that the shooting might not have been completely unprovokedat least from the Libyan viewpoint.

The Libyan fighters, it appeared, had given the internationally recognized signals to the camouflaged transport to "follow me," and it was only after the C-130 took evasive action -ducking into a cloud formationthat the fighters, on orders from a control tower in Tripoli, opened fire. It was also acknowledged by American officials that Libya last year had declared a "restricted air zone" stretching out 100 miles from Tripoli -a zone the United States told Libya it would not recognize, since it contravened the 1944 Chicago air convention to which Libya is a signatory.

Perhaps there was another aspect to the incident. In the emotional and vengeful atmosphere of the Middle East there might have been some relationship between the Libyans' trigger-happy state and Israel's downing of a Libyan airliner over the Sinai last month. The Libyan Government, one of the most radical in the Arab world, regards the United States as Israel's close ally.

-- JOHN W. FINNEY

DETROIT, MICH. FREE PRESS

M = 530,264S = 578,254

MAR 20 1973

Too Much Being Junked?

## CIA Housecleaning Prompts Protest from the Old Pros

BY TOM BRADEN

WASHINGTON — A house ought to be cleaned after 27 years, which is why President Nixon's appointment of James R. Schlesinger to be director of the Central Intelligence Agency was greeted by veterans of the agency as a wise move. Schlesinger has a reputation as a housecleaner and the house of the CIA has not been cleaned since it was built in 1947.

But the same people who greeted his appointment as a good one because they thought a housecleaning was essential are now saying that Schlesinger doesn't know the difference between a valuable asset and junk.

The director moved very quickly, and it is not surprising that a number of knowledgeable observers think he moved too quickly and are afraid he will continue to do so.

Schlesinger's first move was to fire Bronson Tweedy, a veteran who had been recently placed in charge of co-



Braden

ordinating the effort of what is called the intelligence community, as distinct from agency. On paper, the "community" means all the departments and agencies which have anything to do with gathering foreign information. In practice, it means the Department of Defense, which spends the biggest share of the \$5 billion the taxpayers put out each year for intelligence.

To replace Tweedy, Schlesinger installed Maj, Gen. Daniel Graham, CIA veterans shuddered. To put a general in charge of riding herd on the Defense Department seemed to them to be destructive of the President's purposes and of civilian control. Is a general likely to say "no" to generals who are senior to him or on whose goodwill his promotion may one day depend?

Next Schlesinger began lopping heads among the CIA's seniors who compile the na-

tional estimate — the assessements of capabilities and intentions of other nations. President Nixon is said to think the estimates are wishy-washy, that there is no point in reading long papers which add up to "on the one hand and on the other hand."

CIA veterans are afraid Schlesinger will destroy the objectivity of the estimates. There is always the danger that an intelligence agency will tell a President what its senior officials think a President wants to hear.

Finally, Schlesinger has made it clear during his first meeting with the CIAs' top officials that "a lot of heads will roll." The same senior officials are afraid that his next move will be to start chopping the clandestine services. They have been a long time in building and would take long to build again.

No doubt there is deadwood here. A number of professionals have always questioned why the agency had people undercover in countries nobody has inquired about for years. The answer has always been that you never could tell when you would want information which only a man on the spot could provide.

It's difficult to know how to judge the accusations now being made against Schlesinger by people who have served much longer in the field than he. Those who have lived for a long time in a house usually hate to go through a housecleaning. Everything gets moved around and for a time, at least, seems uncomfortable and wrong.

Moreover, it is natural for them to complain that the new director is behaving in a brusque and rude manner. When a favorite chair is taken from its accustomed place, its users often complain that it was taken rudely and without sufficient warning.

In short, Schlesinger may be on the right track despite the sounds of alarm which are coming from those who bloat the agency and care a great deal whether it is effective. But there is a danger in housecleaning. Those old vases stored in the basement could be Ming. A wise housecleaner will seek expert advice before consigning them to the trash.

CHICAGO, ILL. TRIBUNE

M = 767,793S = 1,016,275

MAR 29 1973

#### I. T. T. and Chile

Officials of International Telephone and Telegraph Corp., a large conglomerate, have stated in testimony before a Senate subcommittee that the corporation proposed thru the Central Intelligence Agency that \$1 million of its funds be used to head off the ascension of Marxist Salvador Allende as president of Chile in 1970.

The corporation had assets of \$165 million in the country, consisting mainly of a 70 per cent ownership in the Chilean telephone system. One of its vice presidents, William R. Merriam, said that I. T. T. feared that an Allende regime would "steal" its properties. The fear was warranted. President Allende subsequently nationalized I. T. T. holdings and the properties of American copper companies without compensation.

John A. McCone, former director of the C. I. A., now a director of I. T. T., discussed with CIA officials a plan to unite the two opposition parties against Allende's assumption of power. The C. I. A. failed to act and Mr. McCone said that Dr. Henry Kissinger, Presidential adviser on foreign relations, whom he also approached, did not reply to his proposals.

I. T. T. has been a favorite whipping boy for Senate Democratic "liberals" ever since the Justice Department, before last year's Presidential election, settled an antitrust action against the corporation. I. T. T. at the time proposed making a substantial contribution to the Republican National Convention when it was originally scheduled for

San Diego, where the corporation owned a hotel.

An I. T. T. Washington lobbyist, Dita Beard, in a memorandum which came into possession of the Senate, made sweeping claims about her agency in reaching the settlement which put her employer in a questionable light and sought to imply that the Nixon administration had been bought off.

If it were not for this checkered background, the Senate critics would have had less reason to indulge in the present field day over the attempted intervention in Chile. After all, it has traditionally been regarded as a responsibility of the federal government to protect American lives and property abroad. In the past, stern measures have been taken to carry out that responsibility.

Businessmen therefore have a proper right to make approaches to the govearnment in defense of their interests. We wouldn't say I. T. T. has taken the most intelligent approach in asserting this right; but it is only fair to remember that I. T. and the government might not have been led to invite the present suspicion of secret conspiracy if earlier governments had not conditioned the world to think that American business interests can be kicked around with impunity. And the same people who encouraged this attitude in the past are in general the ones who now think they can tar I. T. T. and the administration and make political hay all at the same time.

WILMINGTON, DEL.
JOURNAL

E - 89,875

MAR 24 1973

#### TTT'S Million and Chile

Chile does not have much going for itself these days, except the Senate hearings on ITT in Washington.

Senior officials of the ITT are testifying in a glare of publicity, perforce spilling unpleasant truths and making fools of themselves by trying to make fools of their interrogators. ITT had holdings of about \$150 million in Chile before the election of Marxist President Salvador Allende, and all evidence indicates very strongly that ITT first sought to ward off Dr. Allende's election and then, when he was elected, to create economic chaos in Chile.

ITT, it seems, had the support of at least some people in the Central Intelligence Agency, but its various proposals to deal with the "situation" in Chile, even though carried to the level of at least Dr. Henry Kissinger, the President's foreign policy adviser, were given some consideration and then apparently rejected. That should be little cause for satisfaction, however. Of more concern should be the fact that the ITT people had the gall to carry

such proposals to such a level and were able to get some consideration.

On the matter of what the offer of a million dollars by the ITT to the U.S. government was supposed to achieve, the corporation is advancing the novel idea that the money was to be used for "constructive" purposes. John A. Mc-Cone, former CIA chief and now a director of ITT, compared his corporation's million-dollar offer to the U.S. government's aid programs for Greece and Turkey, the Marshall Plan, and the Berlin Airlift. "International Communism," he declared, "has said time and again that its objective is the destruction of the free world, economically, politically and militarily."

Yet the same ITT is negotiating with the Soviet Union for expanding its business there. The fact of the matter is that ITT was concerned with its property and profits, not with ideology, and it attempted to confuse its corporate interest with the national interest, doing considerable damage to the latter in the whole ignoble process.

NEWS

E - 434,849

MAR 2 9 1973

# Urged action to block Allende: CIA official

By William J. Eaton
Of Our Washington Bureau

WASHINGTON — The Central Intelligence Agency once proposed action by American companies to create economic chaos in Chile to block the the presidency, a top CIA man election of Salvador Allende to has testified.

William V. Broe, director of CIA's claudestine services for the Western Hemisphere, said he made the suggestion late in September, 1970, to Edward J. (Ned) Gerrity, senior vice president of International Telephone and Telegraph Corp. Gerrity had testified earlier that he rejected the plan as impractical.

A transcript of Broe's testimony, cleared by the CIA, was made public late Wednesday by a Senate subcommittee on multinational corporations. It was the first known congressional testimony by a CIA agent about a secret operation.

BROE SAID that at one time ITT president Harold S. Gencen had offered the CIA a "substantial" fund to help Al-

lende's leading opponent in Chile. Broe said he turned down that offer.

ITT executives feared that Allende, a Marxist, would nationalize the ITT-owned Chilean telephone company if he became president. He won the election in the Chilean Congress and has moved to take over the ITT-owned company.

Broe, who said he acted with the approval of former CIA Director Richard Helms, testified that he gave Gerrity a list of U.S. companies operating in Chile as possible participants in the economic warfare.

THE CIA plan was presented five days after Allende had been the top vote-getter in the popular election but still required approval from a majority of the Chilean Congress.

"There was a thesis that additional deterioration in the economic situation could influence a number of Christian Democratic congressmen who were planning to vote for Allende," Broe said.

Among other steps, Broe said, he mentioned the possibility of banks not renewing credits in Chile, delays in spending by American-owned companies and delays in deliveries, withdrawal of technical help and pressure to shut the doors of savings and loan associations.

REGARDING the list of U.S. companies, Broe said he told Gerrity that "these were companies that could contribute, providing the economic course was feasible...."

Broe said he met with Geneen on July 16, 1970, before Allende's victory in the popular vote. The meeting was held at the suggestion of John

CIA and a director for ITT, relayed through Helms to Broe, the agent testified.

**HERE'S AN** excerpt from the transcript:

Sen. Frank Church D-Ida.): Did Mr. Geneen say to you that he was willing to assemble an election fund for one of the Chilean presidential candidates, Mr. Jorge E. Alessandri?

Broe: Yes, he did.

Church: Did you explain to Mr. Geneen why the CIA could not accept such a fund?

Broe: I told him we could not absorb the funds and serve as a funding channel. I also told him that the U.S. government was not supporting any candidate in the Chilean election.

Church: During the discussion did Mr. Geneen at any time indicate that the fund... was intended for constructive use, technical assistance to agriculture, the building of houses or anything of that character?

Broe: No, it was to support Jorge Alessandri.

Other ITT executives have said the ITT had offered to put up \$1 million for social programs, housing and technical aid to influence the outcome of the Chilean elections.

Geneen has been summoned to testify Monday.

BRIDGEPORT, CONN. POST

E - 82,722

S - 85,633

MAR 23 1973

## ITT Returns

A year ago "ITT" meant the same thing as "Watergate" does today: a major embarrassment for the Nixon Administration.

With the return of ITT (International Telephone and Telegraph Corporation) to the headlines alongside Watergate, the government has a double headache.

A House investigating subcommittee is probing essentially the same questions as the Senate Judiciary Committee last year: Why did the Justice Department drop its anti-trust suit against ITT? Did the company exercise undue influence on government officials? Did it receive special consideration?

The investigators want some ITT files now in possession of the Justice Department. So far they have been turned down.

According to the subcommittee, the files tell of ITT communication with such figures as Vice President Spiro T. Agnew, Domestic Adviser John Ehrlichman, former Secretary of the Treasury John Connally, and former Secretary of Commerce Peter G. Peterson.

Some of the same names that have been popping up in the Watergate case appear here as well: former Attorney General John Mitchell, fund raiser and former Secretary of Commerce Maurice Stans, and Charles W. Colson, one-time special counsel to the President.

The Justice Department is on the spot. Since Mr. Mitchell and present Attorney General Richard Kleindienst both are involved in the case, suspicion about Justice's desire to bring the facts to light is bound to grow until a full disclosure of the records is made.

ITT is also on a hot seat in the Senate. There another subcommittee is investigating the corporation's alleged attempts to interfere in the politics of Chile.

At issue is a \$1 million offer made by ITT board chairman Harold S. Geneen to the CIA and the White House. The money was to be used to prevent the election of Marxist Salvador Allende as Chile's president. A gobetween in this instance was John A. McCone, former CIA head, now an ITT director. So using a one-time government official to influence his former agency must be regarded as questionable practice.

Company documents and testimony by ITT Vice President William R. Merriam also tell of an 18-point plan the firm tried to sell the government. Its object was to bring about economic collapse in Chile' and the ouster of President Allende after he had seized an ITT subsidiary without making compensation.

ITT had a legitimate grievance against Mr. Allende. But the means it chose to combat him were improper and excessive. A company has an inflated idea of its own importance when it asks the United States to interfere with another country's elections and to bring that nation to its knees economically. To the Administration's credit, no evidence has been produced to suggest it bought either idea.

But the very fact the conglomerate could make such proposals confirms that it has become too powerful and influential for the good of this country.

DAT CORNES, TOWA ESCHALLAR M # 250,261 S - 515,710

#### Firms Without a Country

Newspaper readers are gaining a more detailed picture of the maneuvers of the International Telephone and Telegraph Corp. in the inner sanctums of the federal government.

John A. McCone, former head of the Central Intelligence Agency, told a Senate committee that he had transmitted an offer by ITT to help finance an effort to block the election of Chilean President Salvador Allende in 1970. McCone said he carried the offer personally to Richard Helms, then head of CIA, and to Henry Kissinger, presidential foreign affairs adviser.

ITT was afraid that its telephone company and other property in Chile would be confiscated by the left wing Allende regime. McCone, former head of the CIA and still very influential in both the government and the Republican party, was a logical choice to make the appeal to the government—especially since he is also a director of ITT.

Meddling in the Chilean election by financing opposition to Allende could have backfired on the U.S. throughout Latin America. It is revealing that ITT officers thought they could drag the government into such an imperialistic operation.

The enormous pressure exerted by ITT on high officials of government to get approval of a merger it wanted with a cash-loaded insurance company has also been exposed by the Senate committee. (The pressure was successful.)

You could get the impression that ITT moves in to get its way with the U.S. government in much the same way that big international companies long have operated with governments in undeveloped areas. There is a certain disdain for officialdom and a ruthlessness that ignores laws and codes of ethical behavior.

TTT is not different, we suspect, from many other multinational companies which have been growing so rapidly in recent years. These companies, whether their headquarters are in London, Paris or New York, operate about the same. Their manager, are the true internationalists. The or no allegiance to any country.

The big Japane. The order may be an exception, so far, since the seem to follow directions of their government religiously. Or is it the other way around?

One of the clearest illustrations of the non-national attitudes of the international companies is shown in their shifting of ands around during the disruption of monetary markets. In the recent run against the dollar, a Frankfurt banker estimated that 60 per cent of the sales of dollars were by IBM, ITT, Volkswagen, Nestle and such firms. The so-called American companies do not hesitate to shift cash balances in ways that handicap the U.S. government efforts to stabilize the dollar.

There is no loyalty to U.S. policy in Latin America, either—only to U.S. gov-criment action that will help the companies.

The French and some other Europeans have worried about U.S. companies coming in and dominating their economy—economic imperialism, they call it. But the biggest firms do not seem to operate with bias toward any country. Contrary to Marxist theory, they don't act as partners with imperialist governments. They simply go out to make a buck for themselves.

The International companies don't worry about the political system of a country they operate in. Just so it is stable and can keep order. Even some Communist countries may fill the bill.

It would be ironical if large, capitalistic business corporations should turn out to be the most powerful instruments for creating "one world." Some people think so. They are becoming more influential, certainly, in world economic affairs than many governments.

LOUISVIApproved For Releas 2001/06/09: CIA-RDP84-00499R001080 10004-0 COURIER JOURNAL

MAR 24 1973

M - 239,949S - 350,303

# Former CIA director has a blind spot for ITT's policy

The greatness of a nation is measured by more than its power and its economic might. It is measured also by the respect for that country in all the capitals of the globe. Respect for a nation is the most important factor it can have, and respect for the United States of America has fallen to its lowest point in our history.

FOUR YEARS after that brooding exhortation of the American voter, President Nixon returned to the campaign podium to declare victory over the nation's image problem. "Throughout the world today, America is respected," he said last November.

One can only speculate whether, as he spoke those words, the dust from the activities of International Telephone & Telegraph Corporation — in trying to manipulate the 1970 Chilean election — was ticklish on his tongue. Certainly now that ITT's million-dollar offer in 1970 — to back any American government effort against the election of Marxist Salvador Allende Gossens as president of Chile — has been exposed in a congressional hearing, Mr. Nixon's claims about the American image abroad must taste like dust.

To Mr. Nixon's credit, the ITT offer was not accepted. But for leaders around the world who know of ITT's 1972 offer to spend hundreds of thousands of dollars to help finance the President's ritual nominating convention, the fear of American economic imperialism undoubtedly has been reinforced.

It did nothing to calm those fears when John McCone (former Central Intelligence Agency director and present ITT board member, for heaven's sake) characterized ITT's million-dollar offer as something akin to the Marshall Plan and the Berlin airlift. He might as well have claimed the Spanish-American War was fought on principle, not expedience.

#### Rejected other offers

Not content to describe ITT's Chilean involvement as defensible, Mr. McCone also volunteered the observation that as head of the CIA he had received similar offers from other American corporations, although each had been "summarily rejected." It's curious that Mr. McCone saw nothing extraordinarily wrong with the ITT offer, while he felt called upon to tell the congressmen that similar earlier offers had been "summarily" dismissed by his agency.

Perhaps Mr. McCone simply believes — with respect to Mr. Allende's takeover of ITT's \$150 million Chilean telephone subsidiary — that Chilean policy violates a notion once advanced

United States is one of benevolent assimilation." Perhaps he doesn't see that Mr. Allende just substituted "Chile" for "United States" and put the McKinley Doctrine to work.

Of course more is involved here than the spectacle of an international corporation trying to cozen the U.S. government or the spectacle of Mr. McCone defending the indefensible. An equally serious question is whether such activities as ITT's meddling tend to remove foreign policy from the control of

Congress. Senator Church was so upset by the notion of private financing of America's foreign involvements that he suggested a law to prevent it.

That's one of the things the Senate inquiry into corporate influence in U.S. foreign policy ought to consider. Economic blackmail is never a very attractive or useful building-block for foreign policy. Much less is it a rational choice when the blackmail is directed at achieving narrow, private gains — such as forcing Mr. Allende to pay more for the telephone company he took.

The temptation is to counsel the Senate committee to speed its investigation, before ITT rents its document shredder to other companies whose activities have yet to be examined. But then ITT itself should have had plenty of time to eliminate the evidence, before it was leaked. Which leads to the conclusion that ITT officials simply thought they could get by with disclosure of their Chilean initiatives because the public wouldn't understand or wouldn't care.

Joseph Conrad wrote about imperialism when he observed, in *Heart of Darkness*, "The conquest of the earth, which mostly means taking it away from those who have a different complexion or slightly flatter noses than ourselves, is not a pretty thing when you look into it." Neither is corporate arrogance.

by Preside Approved For Release 2001/06/09 C

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NEW YORK, N.Y.

EVENING - 623,245 WEEKEND - 354,797 MAR 27 1973

# CIA's Broe

## lo Testiny

About III

By JOHN S. LANG
N. Y. Post Correspondent

WASHINGTON — The CIA, breaking its tradition of silence at all costs, sent a top secret agent to the Senate today to answer charges that he schemed with ITT to destroy the economy of Chile.

William C. Broe, Western hemisphere chief for what is known as the CIA's "department of dirty tricks," was scheduled to testify before a closed session of a Senate foreign relations subcommittee.

The CIA agreed to let the Senate release Broe's testimony-to the public as soon as the agency could "sanitize" it of government secrets—perhaps by later today.

Never before in its history has the CIA allowed one of its agents to testify about the agency's activities.

#### Taxpayers' Tab

Edward Gerrity, the senior vice president of ITT, testified last week that Broe came to his New York office and slipped him a detailed plot to stop Salvadore Allende from becoming president of Chile by threatening the nation's economy.

Another ITT vice president, William R. Merriam, admitted to the Senate meeting privately with Broe and discussing plans to incite the Chilean armed forces to rebel against Allende when he became President.

TTT officials have sworn they did not join with the CIA in plotting against Allende's government, although they have admitted that they feared Allende would seize all their Chilean property worth \$150 million, when elected.

After becoming President, Allende did expropriate \$92.6 million worth of ITT's property in Chile. Unless it is shown that ITT provoked the takeover, American taxpayers will have to reimburse ITT for its losses under the terms of an insurance policy it held with the U. S. government.

While ITT officials admitted discussing plans to thwart Allende's Presidency "at all costs," they implied that the plot originated with the CIA and swore they never seriously considered joining the scheme.

Capitol Hill sources say, however, that the Senate investigation will show that the CIA furnished such plans to ITT only after the company applied pressure on the agency through the White House.

Previous testimony has shown that Broe furnished the plan after ITT officials met privately with former Attorney General John Mitchell and with White House aides Henry Kissinger, John Ehrlichman and Charles Colson.

SAN FRANApipro@ed (For Releas 2001/06/09: CIA-RDP84-00499R00100011 0004-0

EXAMINEMAR 20 1973

E - 204.749

EXAMINER & CHRONICLE

S - 640,004

## Probe Told ITT Chief Met U.S. Spy

Examiner News Services

WASHINGTON - President Harold Geneen of International Telephone & Telegraph Corp., met with a top U.S. government spy boss in a Washington hotel in 1970, an ITT vice president told Senate investigators today.

He confirmed that ITT tried to get U.S. government action to threaten President Salvadore Allende with economic collapse in Chile.

President William R. Merriam, testified before a Senate foreign relations subcommittee.

Merriam testified that the meeting with the spy took Mace July 26, 1970, at a time when ITT officials were said to be attempting to block the election of Allende.

#### Subject Unknown

Merriam said he did not know what Geneen discussed uring the 25-minute meeting with William V. Broe, chief of Clandestine Services, Western Hemisphere, Directorate of Plans, Central Intelligence Directorate of Agency.

But ITT, in a statement, denied that it had done any- : thing improper in Chile and had "simply petitioned the U.S. government to take steps that would protect

ITT's rights in the Chile Telephone Company of which it owned 70 percent."

Merriam testified that ITT sought to apply pressure in 1971 through the White House Office of presidential adviser Dr. Henry Kissinger and the State Department to suspend U.S. foreign aid to Chile, deny International Bank loans and apply other economic\_sanctions.

The objective, he said, was to get the government of Chile to pay for expropriated property, which in the case of ITT involved the Chile Telephone Co.

Merriam said his company made the objective explicit to the State Department 25 times but "they didn't do it."

He acknowledged that a memorandum from a company official making 18 suggestions for U.S. government action represented the company's desire. "If Allende was faced with economic collapse he might be more agreeable to pay for expropriated property," Merriam explained.

He acknowledged that he, The official, ITT Vice as head of ITT's Washington office in 1970-71, headed an ad hoc committee of other corporation multinational Washington representatives with similar objectives in Chile. He identified the other companies as Anaconda and Kennecott Copper, W. R. Grace, Kaiser Chemical and Ralston Purina.

Merriam testified that he and 'other ITT officials made contacts with White House aides John Ehrlichman and Charles Colson and other high ranking Nixon administration officials.

Merriam said he did not know who arranged the meeting between Broe and Geneen at the Sheraton Carlton Hotel. He said he escorted Geneen to the hotel, where the ITT president introduced him to Broe as the "head of the Latin American division" of the CIA.

Merriam said he left the two men at the elevator and waited in the lobby. Geneen emerged 25 minutes later and instructed him to "keep in touch" with Broe, Merriam testified.

Merriam said that under Geneen's instructions after the meeting, he kept in contact with Broe.

He said he furnished Broe with a copy of a cable from Hal Hendrix and Bob Berrellez, ITT Latin American

public relations officials. outlining a series of "recommendations" resulting from ITT fear of expropriation of ITT's Chilean properties should Allende become president.

The recommendations included, Merriam said, that "we and other U.S. firms in Chile pump some advertising" into the Mercurio newspaper chain opposing Allende; that "we help with getting some propaganda working again on radio and television," that pressure be brought on the U.S. Information Service in Washington to start moving Mercurio editorials around Latin America and into Europe; and that the European press be urged to "get the story of what disaster could fall on Chile if Allende & Co. win this country."

Approved For Release 2001/06/09 : CIA-RDP84-00499R001000110004-0

# II Ideas on

By JEREMIAH O'LEARY Star-News Staff Writer

The Central Intelligence Agency has admitted, through the testimony of one of its agents to Senate investigators, that it generated and passed to ITT a series of ideas for disrupting the economy of Chile during the crucial Chilcan election period in 1970.

William V. Broe, former chief of CIA clandestine services in the Western Hemisphere, told the Senate subcommittee on multinational corporations in testimony released yesterday:

"They were ideas staffed, they were passed up to me by people who work for me. I went upstairs (to his CIA superiors) and I was sent out to check if they made any

sense at all."

Previous testimony by Broe revealed that he took the economic disruption ideas and a list of American firms in Chile to New York on Sept. 29, 1970 and presented them to ITT Senior Vice President Edward Gerrity. The purpose of doing this, Broe said, was to determine whether the ideas were feasible.

But Broc told the subcommittee beaded by Sen. Frank Church, D Idaho, that Gerrity was negative toward the proposals and said the ideas "really did not make an awful lot of sense." Until the subcommittee released the second phase of Broe's testimony yesterday, it was unclear who had generated the plans and whether the New York meeting was a serious discussion of action that might be taken.

Included in the plans Broe suggested to the ITT executive were: that banks should delay or not renew credits; that companies drag their feet on spending, making deliveries or shipping spare parts; that pressure be created on savings and loan institutions so they would have to close and that all technical assistance be withdrawn from Chile.

Broe also testified about other meetings with ITT executives, including one ITT President Harold S. Geneen in Washington on July 16, 1970, at which he said Geneen offered a substantial but unspecified fund to support any U.S. governmApproved For Release/200196109 CIA-RDP84-00499R001000110004-0 feat Marxist presidential can-

didate Salvador Allende, Broe's testimony was that Gencen said this money was to be used to back the campaign of conservative candidate Jorge Alessandri, Bree testified that he rejected the offer, just as Gerrity did not follow through with later CIA proposals when Allende fin-ished first in the popular election and was on the verge of a runoff victory in the Chilean Congress.

Charles A. Meyers, former assistant secretary of State for inter-American affairs, told the subcommittee yesterday that U.S. policy was not to intervene in Chile's internal affairs. He said if either the Geneen money offer or the CIA economic disruption plan had been carried out, that would have been a violation

of U.S. policy.

But Meyer's testimony sharpened the conflict in testimony the subcommittee has received about the ITT money offer of up to \$1 million. The discrepancy prompted Church yesterday to state "Someone is lying," and to disclose his intention to send the hearing transcript to the Department of Justice.

The conflict in testimony taken under oath was described by Church in these terms. He said former CIA Director John McCone, now an ITT director, testified the ITT offer of up to seven figures was for the defeat of Allende. But Gerrity testified under oath, Church said, that the money was offered to Meyer by ITT Washington official Jack Neal for the purpose of low-cost housing and agricultural projects in Chile. And Meyer testified that Neal never offered him any money for any purpose. Neal's testimony was that he offered Meyer the money but did not specify the purpose.

Church said he will ask Geneen about these discrepancies when the corporation's chief executive testifies on

Monday.

Sen. Charles Percy, R-Ill., who comes closest of the committee members to being a sympathetic voice from ITT's .. viewpoint said he questioned Disrupting Chile

the reliability of ITT interoffice memos because one written by Neal about his conversation with Meyer refers to Meyer as "Chuck." Percy, making the point that Meyer is known to his friends as "Charley," said people like Neal are preoccupied with impressing their home offices. Neal had written a memo to another ITT official saying "Chuck" Meyer understood Gencen's concern and offered to assist.

But Meyer testified that he had no recollection of Neal mentioning either a figure or a purpose for the fund. Meyer said there was never any change in the U.S. policy of non-intervention in Chile and if there had been he would have known about it.

Percy asked Meyer if Broe could have gone to see Gerrity in New York to find out if American corporations were doing something contrary to U.S. policy. Meyer said it was possible. Church remarked dryly, "If Broe was trying to trick ITT, that's a strange way of doing it,"

Church added, "No economic chaos options were ever floated before this committee." This was in response to Meyer's declaration that he saw nothing sinister in CIA discussions with Gerrity about the economic situation in Chile. Meyer said there is a difference between actual policy and that it is normal for

Church concluded from the U.S. policy-makers to study all options.

testimony of Meyer and Broe that "CIA did this on its own." Meyer said he didn't know anything about the CIA-ITT links until long after they occurred.

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DETROIT, MICH. NEWS

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MAR 2 9 1973.

## Replica of Yale memorial

# finally will Nathan Hale statue

By COL. R.D. HEINL JR (USMC-Ret. News Military Analyst

WASHINGTON - America's first and most honored spy is joining the Central Intelligence Agency (CIA).

On the 200th anniversary of his graduation from Yale (and also his birthday), on June 6, a bronze statue of Nathan Hale will be unveiled near the main entrance of CIA headquarters in Langley, Va.

On the pedestal will be engraved Hale's last words before he was hanged by the British in

"I only regret that I have but one life to lose for my country.

The theme that there can be as much greatness in failure as in success harmonizes in the statue with (at least from the agency's viewpoint) an opposing reminder that, in the intelligence business, the result of failure can be

The statue — a bronze recasting of the famous original on Yale's Old Campus — depicts Hale, a 21-year-old captain in George Washington's army, trussed for execution. collar ajar for the noose but standing defiantly as he awaits the British hangman.

The original statue was sculpted by Bela Lyon Pratt and given to Yale as a gift by its alumni in 1914. It stands in front of Connecticut Hall, where Hale had his room as an undergraduate.

Yale alumni, traditionally well represented in the CIA, have for some years sought to get a replica of the Hale statue for the agency.

Their efforts, aside from bureaucratic obstructions common to Washington, struck a major snag several years ago when the original mould for the statue was destroyed in a fire at New London, Conn.

In 1969, however, Yale made the statue available so that a new mould could be struck, from which in turn the CIA's copy has now been cast.

One other copy, done from the earlier mould, stands in Washington on Constitution Avenue, adjacent to the Justice Department.

While Hale was alive and functioning as an agent, his "case officer" (supervisor at headquarters level) was his Yale classmate, Maj. Benjamin Talmadge, one of Washington's principal intelligence officers.

Today, out at Langley, Hale's "case officer" is also a Yale graduate, vintage 1935, naturally faceless and unidentified, who worked out arrangements to obtain the statue and thus recruit Hale for CIA.

On the reverse of the pedestal, according to one source, a less well-known observation of Hale's may be inscribed. It comes from a letter he wrote, defending to a friend his decision

to become a spy.

"Every kind of service, necessary to the publick good," said Hale, "becomes honorable

by being necessary."

## Cutback poses a problem

#### CIA fat illusory Excess

By DONALD R. MORRIS Post News Analyst

The CIA is in the midst of the largest personnel cutback in its history with a "reduction secure career for the long haul, recruiting in force," or RIF, on the order of 1,000 employes.

To a public which automatically couples the adjective "swollen" to the noun "bureaucracy," any news of federal pruning is welcome. And it is clear that President Nixon is Given its druthers, the CIA probably would planning major reductions throughout the ex-like to tell overseas returnees: "Look, you're ecutive departments.

lusory savings.

The CIA fired a large batch of officials in 1961 and has already twice in President Nix- such a scheme the agency and the other deon's administration effected a 5 per cent cutback. But inherent staffing problems will be home to keep everybody gainfully employed. as difficult to deal with when the current RIF is completed as they were 12, years ago.

The two most recent eutbacks were effected by a rigid clamp on hiring and then encouraging early retirement to speed the normal attrition rate until the desired level was agency has them although the percentage reached.

While such tactics will indeed reduce the overall number of officials, they do not take into account the nature of the required staff- retirement but hanging on extra years, spin-

In common with State, AID and USIA, the

CIA conducts the bulk of its operations overseas. In very round figures that means that for optimum effectiveness about 75 per cent of its personnel should be abroad and perhaps 25 per cent at home minding the store and supporting the field stations.

But these departments must hire bright young people for 20 and 30-year careers with

some promise of job tenure.

For all sorts of reasons career personnel can't be kept overseas for much more than half of their careers. This means that at any given moment there are about twice as many people milling around Washington as are really needed.

They are good officers, highly competent professionals whose only crime is that they are forced to wait their turn for an overseas slot. And the government doesn't really have all that much for them to do while they are waiting.

It is easy to say "Fire them!" but that creates new problems. It is hard enough to recruit good people for government service in the teeth of the sundry bonbons offered by private industry.

If the government cannot offer a reasonably will become impossible. And if the home pool is cut the source for the overseas postings goes as well, the caliber of those sent abroad will fall at once.

The problem is built in and won't go away. on full salary till we need you, but go away. Such cutbacks are almost invariably short- Do anything you like. Go to college. But stay lived, counterproductive and lead to only il- away until we have another overseas slot for you.'

Since Congress isn't likely to sit still for partments are forced to devise useful slots at

It is these dubious functions, and the officials filling them, which are now being elimi-

There is, of course, the welcome opportunity to squeeze out marginal performers. The probably runs lower than elsewhere in the government.

Hardest hit will be officials long eligible for ning wheels, to up their eventual pensions.

There are other problems. Many of those RIFed in 1961 found other jobs elsewhere in the intelligence community. They carried with them a load of concentrated hostility to the CIA which the agency is still paying for.

Over the past decade most of the public attacks on the CIA stemmed from material provided by disgruntled ex-employes and the problem promises to continue into the next decade.

LOS ANGELES, CAL. HERALD-EXAMINER

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MAR 2 1 1973

# House Cleaning Invades Big CIA Spy Factory

#### By GRACE BASSETT Herald-Examiner Washington Bureau

WASHINGTON — The most clandestine economies in President Nixon's campaign to cut spending are flourishing in the big government spy factory here.

In his lush suburban headquarters, hidden from public view, the new Central Intelligence Agency chief James R. Schlesinger has unleashed two policy weapons to cut the cost of spying

Schlesinger's first directive was to all employes. It ordered them to stop reporting isolated facts and speculation and to start giving policymakers information they need for decisions.

His second order went to division chiefs. They are to estimate the percentage of operatives they can do without. First estimates run from 5 to 15 per cent.

At first glance, the policies will simply sharpen the product of CIA and promote efficiency.

But they look like blunter instruments to some agents who in the 25 years since sleuthing was dignified by a civilian office have grown wise to the ways agents are demoted, shifted, fired or otherwise discarded.

To these wary, possible victims of a giant CIA housecteaning, underway behind locked gates, Schlesinger's policies, at best, are brooms to sweep them away.

At worst, his weapons are meat axes.

The demand for policy information may seem logical from the outside. Inside the isolated offices of information specialists, however, writing policy guides can disrupt the routine radically.

The CIA gives information to President Nixon, Dr. Henry

Kissinger and the National Security Council. It also passes on clues to the State Department, but these two government units are rivals for the President's ear.

Policymakers, presumably, are in the White House.

The CIA supply line to them runs one way.

Dr. Kissinger hasn't been telling CIA what U.S. policy is toward foreign nations it has been spying on.

In a recent meeting with chief aides, Schlesinger reportedly was asked:

'How do we gear information to policy when we don't know what the policy is?"

Confusion about the new assignment indicates some agents can't switch to policy guidance; others won't and, very likely, more will try to bull it through.

The ones who fail feel certain they are headed for that ill fated five to 15 per cent.

Few people outside the CIA and practically nobody inside knows how many jobs, people or dollars will be saved — or lost — in a mass riffing of spies. Easily, 500 to 1,000 could be on their way out of secret government service, scrutiny of camouflaged federal budget entries hint.

However Schlesinger's weapons eventually slice, men and women trained in government intrigue are shaken by them

Morale at the spy factory reportedly is sinking.

Agents are said to watch their tongues. Whoever overhears an excuse for not working might report it to the chief struggling to fill his percentage of castoffs.

In a move perhaps aimed at self protection, one highly placed CIA executive whose ears haven't been seen for years has just cut his hair.

## C.I.A.'s Action on Chile Not U.S. Policy, Ex-Aide Says

basic United States policy of noninterference in the Chilean election,

Strong doubts about the propriety of the C.I.A.'s action were expressed by Senator J. W. Fulbright, chairman of the Senate Foreign Relations Committee, and Senator Frank Church. Mr. Church, Democrat of Idaho, heads the subcommittee on multinational corporations that is investigating the activities of I.T.T. in Chile.

Senator Fulbright, Democrat of Arkansas, said that it looked to him as though the C.I.A. was "responding to a request by a former director of the C.I.A." rather than to govern-mental policy and was "going off in another direction."

Nationalization an Issue

Earlier testimony had disclosed that John A. McCone, former C.I.A. chief who became a director of I.T.T., went to Richard Helms, his successor at the intelligence agency, to suggest that the Government take stone to prove the store to prove the st take steps to prevent the elec-tion of Dr. Salvador Allende Gossons as President of Chile.

Dr. Allende, a Marxist, had campaigned on a platform of nationalization of basic industries in Chile, including the telephone company of which I.T.T. was the principal owner. Senator Church asked Mr. Meyer whether the top-level

governmental agency that is supposed to approve the intelsupposed to approve the inter-ligence agency's operations in advance—it is known as The 40 Committee—had ever "decided as a matter of policy that the C.I.A. should explore the feasibility of stirring up eco-nomic trouble" in Chile.

"To my certain recollection, no," Mr. Meyer replied. But he and subcommittee members engaged in a long

By EILEEN SHANAHAN

Byeclal to The New York Times

WASHINGTON, March 29

Tharles A. Meyer, former Asistant Secretary of State for inter-American affairs, said to day that, so far as he knew, the Central Intelligence Agency was never specifically authorized to explore the possibility of using private American corporations to damage the economy of Chile to influence the 1970 election there.

But Mr. Meyer refused to criticize the C.I.A. for discussing this line of action with International Telephone and Telegraph Corporation officials, saying that such "exploration" did not necessarily violate the basic United States policy of noninterference in the Chilean did not necessarily violate the basic United States policy of noninterference in the Chilean of the graph Corporation officials, saying that such "exploration" did not necessarily violate the basic United States policy of noninterference in the Chilean of the graph Corporation of the chilean of the policy of the popular vote. The Chilean of the company's sonior vice president; it get in touch with them.

By EILEEN SHANAHAN

whether the discussions between an I.T.T. officier and a might cut off credit to Chilean they thought it would not work.

CI.A. official constituted "pollicides and other and businesses slow deliveries as a means of creating enough economic problems in Chile that the discussions were held by means of creating enough economic that the policy of noninterference that would have second thoughts about the discussions were held by means of creating enough econd the company's senior vice president for company's senior vice president for cussed.

Mr. Broe testified that he had given Mr. Gerrity a list of American of American of the Chilean of American companies doing the company's senior vice president for the graph Corporation officials, saying that such "exploration" of the Chilean of

# 'Someone Is Lying' ITT-Chile Panel Told

By JEREMIAH O'LEARY

Star-News Staff Writer

Sen. Frank Church, D-Idaho, chairman of the Senate multinational corporations subcommittee, today said it is obvious from the record of the ITT-Chile 'hearings "that someone is lying" and he will recommend the transcript be turned over to the Justice Department for action.

Church leveled the charge after hearing testimony today from a former assistant secretary of state for inter-American affairs, Charles A. Meyer, which contradicted earlier testimony from International Telephone & Telegraph Corp. officials. The testimony centered on an

offer the company had made to the U.S. government of up to \$1 million for any plans in regard to Chile.

Meyer testified that he had no recollection of receiving such an offer from ITT Washington representative Jack Neal Neal had testified making the offer to Meyer.

Meyer's testimony also was at variance with sworn testimony from ITT senior Vice President Edward Gerrity, who told the subcommittee last week the \$1 million was offered to Meyer by Neal for constructive projects in Chile, such as housing and agricultural development.

"As the record stands," Church said, "Gerrity testified under oath \$1 million was offered to you by Neal. Neal said he did make such a contact but did not state the purpose for which the money would be spent. You say you remember neither the offer nor the purpose.

"It is obvious somebody is lying and we must take a serious view of perjury under oath."

Church asked Meyer not to take offense at this declaration and told the witness he had a high regard for his (Meyer's) honesty and integrity.

Church said the subcommittee now faced a question of its plausibility in the face of fairy tales.

Earlier Meyer today told Senate investigators he saw "nothing sinister in discussions on Chile between a CIA agent and a top official of See CHILE, Page A-8

THE EVENING STAR THURIDAY 29 MAR 1973

## e: Someone Is Lyin

Continued From Page A-1 the International Telephone & Telegraph Corp.

The CIA agent, William V. Broe, and Gerrity met in New York on Sept. 29, 1970, and discussed feasible means of exerting economic pressure on Chile prior to the election of Marxist President Salvadore Allende.

Secret testimony on the meeting was made public yes-

terday. Under questioning from Church, Meyer testified there was no change in the U.S. government's policy of not intervening in Chile's internal af-

"You have to make the distinction between policy and the examination of policy,' Meyer said.

"It is within the CIA's functional responsibility to collect intelligence relative to worldwide situations and I find nothing sinister or anything that indicates a change of policy in learning that Broe discussed or explored or brainstormed economic pressures on Chile. Because it was not policy, the policy did not change."

Church declared the New York meeting was not an exchange of intelligence but a series of suggestions made by Broe to Gerrity that must have been made with a serious purWhat happened in New York, Church charged, goes far beyond the collection of intelligence. He said Broe made the suggestions as an operational plan. Church then asked Meyer if that plan was consistent, with U.S. policy toward Chile.

"My reading of Broe's testi-mony," Meyer answered, "is that he explored with Gerrity action and reaction of economic deterioration in Chile that would occur anyway. Had the suggestions been adopted, that would have been a change of policy. They were not. They disappeared."

Meyer contended that Broo proposed no firm course of action to Gerrity but only suggested feasible courses of action. He described this as the sort of "free thinking that goes into policy making everyday from A to Z."

Broe told Senate investigators that he met with Gerrity on orders from CIA Director Richard Helms.

Broe, former chief of CIA clandestine services in the Western Hemisphere, testified Tuesday in closed session under oath.

Broe described a humber of meetings he had with topranking ITT officials during the crucial period of the 1970 Chilean election which pro-

pelled Allende into power. All the meetings, Broe told the subcommittee, stemmed from suggestoin of John McCone, an ITT director and former CIA chief, to Helms, and from Helms' instructions to Broe,

"Did you discuss with Mr Gerrity the feasibility of possible actions by U.S. companies designed to create or accelerate economic instabill-

ty in Chile?" Church asked.
"I explored with Mr. Gerrity the feasibility of possible actions to apply some economic pressure on Chile, yes. sir." Broe replied.

Broe explained that at that time "the thesis was that additional deterioration in the economic situation could influence a number of Christian Democratic congressmen who were planning to vote for Allende" in the Oct. 24 runoff election.

Allende had won a narrow plurality in the Sept. 4 general election over conservative Jorge Alessandri and Chris-Democrat tian Radomiro Tomic, but needed the Christian Democratic vote for the runoff in the Chilean Congress.

Broe also gave information that appeared to contradict testimony given the subcommittee earlier by Gerrity. Gerrity had testified about an earlier offer by ITT to provide the U.S. with up to \$1 million to apply to the Chile situation. Gerrity testified the money was to be limited to constructive projects, such as Housing and agricultural expansion.

But Broe said he had met with ITT President Harold Geneen in Washington and Gencen had told him ITT was prepared to assemble an election fund for Alessandri's

campaign. Church asked Broe if Geneen had ever indicated "that the fund he stood ready to contribute was to be for constructive use, technical assistance to agriculture, building of houses, or anything of that character?" Broe replied "No,

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Broe said the CIA did not accept the money offer.

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# g, Says Church

Earlier in the questioning Broe described a meeting he had in Washington with Geneen which supported the testimony of McCone in an evident contradiction with the testimony received by the subcommittee from Gerrity.

Broe also said that Geneen told him ITT and other U.S. companies had raised an election fund in 1964 to influence the Chilean presidential election. Geneen, according to Broe, said the group of businessmen desired to invest in that election and had contacted McCone, who was then CIA director, but that McCone would not accept the fund.

Church brought out in questioning Broe about his meeting with Gerrity that they discussed the following actions: That banks should delay or not renew credits; that companies drag their feet in spending money, making deliveries and shipping spare parts, creating pressure on savings and loan institutions so they would have to close, and withdrawing all technical assistance from Chile.

Broe said he considered these measures were to create economic pressure on Chile but not to foment unrest that would lead to military intervention to keep Allende from the presidency. Broe said he provided Gerrity with a list of U.S. companies doing business in Chile and "advised him that these were compa-

nies that could participate providing the economic course was feasible."

Sen. Clifford Case, R-N.J., said the record was not clear on whether Broe went to New York specifically to offer the economic suggestions to Gerrity. Church said there was no evidence this was a pelicy adopted by the U.S. government but repeated that all Broe's contacts were in accord with instructions from his superiors at CIA.

However, Church said the testimony meant to him that Broe went to New York to offer operational suggestions for creating economic chaos in Chile.

"When Mr. Geneen testlfies next Monday," Church
said, "we will read him
Broe's testimony and ask him
for his version of the facts."
He said it was too soon to be
making judgements about
possible perjury in the conflicts in testimony.

Broe's appearance marked the first time that an operating agent of the CIA had testified before Congress.

The unprecedented appearance was the result of an agreement between Church and CIA Director James Schlesinger that the CIA would have the opportunity to clear the transcript before it was released publicly. Church made 26 pages of Boe's transcript available yesterday. An additional 18 pages were still being processed.

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CROSBY N. BOYD, Chairman of the Board

JOHN H. KAUFFMANN, President

NEWBOLD NOYES, Editor

**A-16** 

WEDNESDAY, MARCH 28, 1973

#### WASHINGTON CLOSE-UP

## ITT's New Twist in Guidance

By FRANK GETLEIN

When last heard of, International Telephone & Telegraph was sending its flacks to shrinks to keep them under wraps, bribing San Diego to accept the Republican convention against the city's better judgment, receiving mostfavored-nation treatment from White House apparatchiks, causing Justice Department lawyers to have second thoughts about the advisability of belting the old corp. before becoming federal judges, and throwing all available papers into the faithful shredding machine

It was an elaborate program, but basically just an elegantly articulated variation on classic maneuvers in the way of a corporation with a politician. Big corps. have been dazzling small pols with a bit of the boodle ever since John D. Rockefeller bought the Pennsylvania legislature at distressed merchandise

prices.

That's really all the ITT putsch against the White House and the antitrust division amounted to, a wellthought-out lining-up of the appropriate desiderata and the discreet presentation of them to the correct apparatchiks.

Now, however, ITT has broken new ground in the guidance of governments and, for a change, the new departure is one which has tremendous potential benefit not only to the corporate crooks who created the ploy and not only to the government officials standing by ready to be convinced by the long green or the big appointment, but also to the poor old American taxpayer, who usually is just the

lows get together in the White

House business-liaison control center.

What ITT came up with. according to one of its directors, John McCone, former head spook at the CIA, was nothing less than an offer to Henry Kissinger to bankroll anything the United States might want to do to prevent the Chilean legislature from ratifying the popular election of Marxist Salvador Allende as president.

Details weren't spelled out in McCone's testimony before the Senate hearings on multinational corporations, but one is permitted to speculate that there were two basic ways available: one, bribe the legislature, a task few have regarded as insurmountable from the Rio Grande to Tierra del Fuego - or indeed from Boston to Sacramento — and, two, arrange an assassination of Allende in the style, perhaps, of the assassination of President Diem, former freedom fighter and democratic leader of South Vietnam suddenly revealed as a strongman dictator, grafter and pain-in-the-neck to America and to the CIA.

According to McCone, he told Henry Kissinger that ITT was willing to put up a cool million to bring the job off, a reasonable enough sum.

Apparently the scheme drifted into disuse: You have to do these things while they're hot or not at all and the Nixonians were then all tied up with planning Journeys for Peace and bigger bombing in 'Nam. Also, no doubt, there are some spoilsports around who would view McCone's double identity paid consultant to the CIA, aid director of ITT — as a

which ITT's success almost

certainly depended on CIA involvement.

For the McCone offer to Kissinger was neither for Kissinger nor for his master, as ITT's earlier offers had been. The cool million was, instead, for the government of the United States. That's where the benefit to the taxpayer comes in.

McCone was doing nothing less than offering private subsidy of public action. If the United States would pull the ITT chestnuts out of the Chilean fire and help hold off the dread threat of Chilean resources reverting to the Chilean people — horrid thought! - he, McCone, and his outfit, ITT, would underwrite the operation.

This is a great step forward and one that may be the making of bribery as a respectable political instrument. For example, suppose the milk producers, instead of giving their big money to the Committee for the Re-election of the President and then enjoying the rise in the price of milk, had given the money to the Treasury. We'd all be ahead. Same thing with causes as different in scale as the merchandising of the ambassadorships to Luxembourg or London and the expected quid pro quo of letting contracts for aircraft that don't fly to firms ready to hire the military contract-letters on their retirement.

If, as McCone's ITT scheme suggests, normal bribery money could be channeled to the Treasury instead of to individual officials or partisan committees, we'd be well ahead. After all, it's our government: If it is to be sold, HS/HC-950Approved the fall guy, the patsy paid director of ITT — as a government: If it is to be sold, HS/HC-950Approved the fall guy, the patsy paid director of ITT — as a government: If it is to be sold, HS/HC-950Approved the fall guy, the patsy paid director of ITT — as a government: If it is to be sold, HS/HC-950Approved the fall guy, the patsy paid director of ITT — as a government: If it is to be sold, HS/HC-950Approved the fall guy, the patsy paid director of ITT — as a government: If it is to be sold, HS/HC-950Approved the fall guy, the patsy paid director of ITT — as a government: If it is to be sold, HS/HC-950Approved the fall guy, the patsy paid director of ITT — as a government: If it is to be sold, HS/HC-950Approved the fall guy, the patsy paid director of ITT — as a government: If it is to be sold, HS/HC-950Approved the fall guy, the patsy paid director of ITT — as a government: If it is to be sold, HS/HC-950Approved the fall guy, the patsy paid director of ITT — as a government: If it is to be sold, HS/HC-950Approved the fall guy and the fall guy and the sold guy and the fall guy and guy an

piece of the action?

# The Evening Star The News

CROSBY N. BOYD, Chairman of the Board

JOHN H. KAUFFMANN, President

**NEWBOLD NOYES, Editor** 

A-16

WEDNESDAY, MARCH 28, 1973

#### CHARLES BARTLETT

## Rough Handling of Elite Agency

The suburban mausoleum housing the CIA's unique collection of intelligence gathering talents is an unhappy corner of town under its tough-minded new management.

The CIA had not appeared a likely candidate for the woodshed. The agency emerged from Vietnam less scarred than any of the other participants. It has managed its ticklish responsibilities in Laos with admirable skill and slowly recouped, through persistent prudence, the standing that was lost 12 years ago at the Bay of Pigs.



The force behind the move to shake up the CIA is President Nixon. While Henry Kissinger has usually seemed satisfied with the intelligence he's been getting, Nixon has tended to regard the agency as a last stand of the old school tie, a vestige of the Eastern establishment that he dislikes so intensely. It is probable he has not forgiven the CIA for creating in 1960 the missile-gap illusion that worked against his election.

Moreover the vast cost of photographic intelligence, the rich harvest of the satellites' ranging eyes, has contributed to an uncomfortable swelling of the intelligence community budget. It stands now at about \$4.5 billion, enough to raise outside suspicions that secre-

cy may be serving as a cushion to soften the fiscal squeeze that afflicts the rest of government.



The President's chosen instrument for the CIA shakeup is James Schlesinger, a 42-year-old recruit from academia who has made his presence felt in a series of key administration jobs. Solid and self-assured, Schlesinger offers a sharp contrast to the "band of brothers" style of leadership with which Alfen Dulles ran the CIA. The new director did not want the job but he has moved into it hard.

His conduct suggests his embrace of a thesis that the CIA has been functioning in a cozy, self-protected world which has grown somewhat isolated in suburbia and more remote than it should be from those who make the policies. Schlesinger appears bent on disrupting the traditions that defer to the intelligence mores of an earlier era and deny the new importance of technology.

He is going after some of the protective devices. He wants estimators who will lay their judgments on the line instead of hedging so they are never wholly right or wholly wrong. He has takn an ax to the personnel deadwood, seemingly undeterrred by his predecessors' fear of provoking discharged employes into becoming security risks.

It all adds up to rough treatment of an elite agency and complaints are stirring at what some describe as needless brutality. Schlesinger is criticized more for his style than for what he is doing, but the bitterness is enlarged by lingering resentments against the callous way in which the President replaced Richard Helms, the previous director who had staked a strong claim to his subordinates', loyalty



Schlesinger's track record in Washington portends that he knows what he is doing. There is no graceful way tol shake up an agency. But he will need to shift, at some point, from being the CIA's shaker to being its leader and he may find he has paid a price in demoralization, perhaps in the loss of men he can ill afford to lose, for his precipitous manner of taking command.

If Schlesinger can make the CIA leaner without causing its employes to feel they are being punished, his intrusion on the marble mausoleum will be a healthy thing. It is patently clear that an era of wary detente is not going to diminish the need for good intelligence and it is useful to have a wise outsider examine an operation long run by insiders.

# The Fautal China

#### By OSWALD JOHNSTON Star-News Staff Writer

"On the night of Nov. 29, 1952, a public security unit of the Chinese People's Liberation Army stationed in northeast China shot down over Kirin Province an American C47 plane, which sneaked into our territory with the markings removed intentionally.

"Pilots Norm Schwartz and Bob Snoddy were killed, but captured were two American citizens, John Thomas Downey and Richard G. Fecteau."— New China News Agency, Nov. 23, 1954.

The public revelation from Peking that two American civilians were tried and convicted of running a spy mission into China was one of the sensations of the cold war. Both men are now released and returned to their families.

But the two pilots remained largely forgotten men for more than 20 years, their mission role unconfirmed by the U.S. government, their disappearance enveloped in cover stories and the identity of

their real employer still a mystery.

U.S. officials have in the last few weeks acknowledged that Robert C. Snoddy and Norman A. Schwartz, the pilot and copilot of the Downey mission, were killed when the plane crash landed.

But for the two families—Snoddy's in Cresswell, Ore., and Schwartz' in Louisville, Ky.—the latest account is only the most recent chapter in a long and tangled succession of intelligence cover stories and, it now appears, deliberately falsified reports.

#### False Account Cited

From life insurance documents recently made available, it is clear that CIA and Air Force officials collaborated in an elaborate false account of Schwartz' and Snoddy's deaths within a week of the downing of their plane. There was no public report of their deaths until the New China News Agency account nearly two years later.

On the strength of the government's false account, at

least \$75,000 in life insurance was paidout to the families of the two men.

Some of these payments were made after it was clear to the families that the initial account of the crash was false, and the hope the two men were alive haunted the families for years afterward.

There remained a possibility that Snoddy and Schwartz were imprisoned in China along with Downey and Fecteau, who had been sentenced to life imprisonment and 20 years, respectively.

The release in December 1971 of Fecteau provided the first clear evidence the two men were actually dead. In a CIA debriefing, Fecteau testified that both Snoddy and Schwartz were killed at the controls of their plane.

#### China a Target

In the few weeks since his release earlier this month, Downey is understood to have given a similar report to CIA officials. Both families have been promised a telephone interview with Downey in the

near future to put the question beyond doubt at last.

Snoddy and Schwartz were both civilian pilots for Gen. Claire Chennault's Civil Air Transport — the post-war version of his Flying Tiger airline, and almost from the end of World War II the main Far East contract carrier for U.S. intelligence operations.

The company is better known today by its successor title, Air America, Inc. — in popular parlance, the CIA airline, and a key participant in the CIA's secret war in Laos during the 1960s.

In the 1950s, however, China was the prime target for intelligence operations. Both pilots had flown in the Far Eastern theater during the war, Snoddy with the Navy and Schwartz with the Marines, and both men apparently signed on with Chennault's CAT in full knowledge that their missions would be hazardous.

Both families evidently suspected some CIA connection quite early. Snoddy's sister, Mrs. Ruth Boss, also of Cress-

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well, recently recalled a cryptic remark of her brother's on a trip home shortly before his death: "He told us that if he ever got shot down, we'd never hear about it." The families almost never did, except for the insurance policies both men had taken out as part of their contract with CAT.

On Dec. 5, 1952—less than a week after the plane's disappearance, the CAT official in the company's Tokyo office wrote a letter to American International Underwriters Japan, Inc., to begin proceedings toward collecting on the insurance policies. The letter set forth the main outlines of the CIA cover story for the mission: That the plane was lost at sea on Dec. 3 on a routine flight from Seoul, Korea, to Tokyo.

Two weeks later, on Dec. 22, CAT received for its files a letter from Far East Air Force headquarters explaining in detail how the plane was lost to radar contact off Korea on Dec. 3, and how "14 aircraft throughout 4 Dec. 1952

searched ... with negative results."

Authorities also produced a forged flight plan for the mission, detailing a place in Japan as destination and listing two "Department of the Army Civilians" as passengers on the flight: "Downey, J." and "Fecteau, R."

Meanwhile, Standard Insurance Company, a Portland based firm which held two policies on Snoddy's life, began to collect information about his unexplained disappearance. An earlier CAT cover story, that "fire in the electrical system" of the C47 caused "an air explosion . . . completely disintegrating the plane" was reported in local newspapers. In July 1953 CAT's Tokyo office transmitted to Standard the flight plan documents and the letter from Far East Air Force establishing the Dec. 3 cover story.

During the next two years, the Snoddys received a series of insurance payments: \$30,000 on two policies taken out by CAT with American International Underwriters; \$15,000 on the two policies written by Standard Insurance, and a \$10,000 national service policy administered by the Veteran's Administration.

Similar documentation in Schwartz' case is lacking, but a brother, Melvin Schwarz recalled in a telephone interview yesterday in Louisville that p a y m e n t s totaling "about \$25,000" had been received by their parents, who are now deceased.

By the time the insurance claims were cleared up, however, the CIA cover stories Story Exploded

The November 1954 revelation from Peking that Downey and Fecteau were alive and in a Chinese prison exploded the story of the plane lost at sea and substituted the real date for the mission: Nov. 29 instead of Dec. 3.

And it alerted the families to seek word that the two men might still be alive.

Mrs. Irma Hancock of Louisville, a sister of Schwartz, recalls getting in touch with Fecteau's mother shortly before the latter was allowed to visit her son in China in 1958. The visit yielded no information about either Schwartz or Snoddy, however, and Mrs. Fecteau declined to discuss the matter after her return, Mrs. Hancock says.

The Snoddy family made its own inquiries and tried to contact Fecteau after his release in 1971. By a tacit agreement however, it was decided to keep silent about the whole matter until Downey was released and safely back home.

On March 16, Sen. Mark O., Hatfield and Rep. John Dellenback, both Oregon Republicans, put the Snoddy family's questions on record in a letter to Secretary of State William P. Rogers seeking an official end "to the confusion surrounding this incident."

It now appears the uncertainty over whether the men are still alive can be laid to rest by Downey himself. But at least one of the Hatfield-Dellenback queries may never be answered, in the light of the tortuous record in the case:

"Were they, in fact, serving their country as employes of the U.S. government at the time? If they were, does the government have any legal or moral obligations to the families of these men since they were acting under the direction of government employes?"

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THE EVENING STAR and DAILY NEWS Washington, D. C., Tuosday, March 27, 1973

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NEWYORK TIMES

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#### C.I.A. AIDE TO TELL OF I.T.T. DEALINGS

Official to Testify on Chile in Unusual Arrangement

By EILEEN SHANAHAN
Special to The New York Times

WASHINGTON, March 26—The Central Intelligence Agency and a special Senate subcommittee agreed today on an unusual arrangement whereby a C.I.A. official will testify tomorrow about his dealings with the International Telephone and Telegraph Corporation in connection with the political situation in Chile.

Events at issue occurred in 1970 and 1971, before and immediately after the election of President Salvador Allende Gossens, a Marxist. Testimony already heard by the Senate subcommittee on multinational corporations shows that I.T.T. officials, including Chairman Harold S. Geneen had repeated contacts with William V. Broc, then the C.I.A.'s director of clandestine activities in Latin America.

Company documents appear to show that Mr. Broe endorsed the view of the company that all possible steps should be taken to prevent Mr. Allende's accession to power—including attempts to generate a take-over by the military.

System Used Sparingly

The arrangements made by the subcommittee, after extended negotiations with James R. Schlesinger, the new head of the C.I.A., will permit the publication, after censorship, of Mr. Broe's testimony before a closed session of the subcommittee.

This is the same system that was used last year by the Senate Armed Services Committee in the case of Maj. Gen. John D. Lavelle, who was demoted. following disclosures that he had ordered bombings of North Vietnam that were not authorized by his superiors.

It is a system for getting essential testimony without disclosure of information deemed vital to national security and has been used sparingly since it was first devised for the Senate investigation of President Truman's ouster of Gen. Douglas MacArthur as the United States commander in Korea.

It is unusual for any testimony of an official of the C.I.A. to be made public. C.I.A. officials said the only previous instances they could remember were the testimony of Allen W. Dulles, then C.I.A. director, before the Congressional Joint Economic Committee in the late nineteen-fifties when he expressed alarm that the Soviet economy was growing faster than the American, and the testimony of Francis Gary Powers, the U-2 pilot who was shot down and captured by the Russians.

# **Lestimony Dy Agent**Approved For Release 2004/06/09: CIA-RDP84-00499R001000110004-0

## Is a First for CI

By JEREMIAH O'LEARY Star-News Staff Writer

An agent of the CIA today made an unprecedented appearance before a Senate subcommittee to tell under oath what he knows about the relationship between himself and International Telephone and Telegraph Corp. regarding political events in Chile.

The appearance of William V. Broe, former chief of the CIA Latin American division, before the Senate Subcommit-tee on Multinational Corporations, was behind closed doors. But Chairman Frank Church, D-Idaho, has worked out an agreement with CIA Director James Schlesinger so that a transcript of much of the question-and-answer session will be released, to the public probably within 24 hours.

No operating agent of the CIA has ever made a congressional appearance under such near-open conditions. The subcommittee, which already has interviewed Broe informally was to make public a declassi-fied copy of that transcript today, according to aides.

#### Who Initiated Plans?

Subcommittee officials said it was obvious that the CIA agreed to this break with precedent because the agency is anxious for its side of the ITT-Chile controversy to be made public. Testimony in the hearings last week brought to light inconsistencies in the reported relationship between ITT and CIA in connection with the election of Marxist Pdesident Salvador Allende in Chile.

The major question raised by conflicting testimony is whether CIA or ITT initiated plans whereby the corporation offered up to \$1 million to any U.S. government operation regarding the Chilean election outcome.

John McCone, former CIA director and now a director of ITT, testified he understood the money was to block Al-lende from taking power but ITT senior vice president Ed-ward Gerrity said he thought the money was for housing, and agricultural projects that might mollify Allende in his

drive to nationalize ITT properties without compensation.

Schlesinger's a gréement with the subcommittee about Broe's appearance today was described in a letter to Church yesterday. It said:

"I believe that our discussions in recent weeks have indicated my desire to cooperate to the fullest extent possible with the subcommittee in the matter of the ITT-Chile investigations consistent with responsibilities placed on me by law and with the necessity for respecting certain sensitive agency relationships.

"It was in this spirit that I suggested that Mr. Broe meet with you and the staff of your subcommittee in formally and privately to discuss the extent of Mr. Broe's relationships with officials of ITT. As an outgrowth of that meeting, Mr. Broe responded for the classified record to a series of questions submitted to your subcommittee staff. I have since reviewed Mr. Broe's answer to these questions and concluded that most, if not all of them, can be declassified for incorporation in the public record if you so desire.

#### Unique Aspects

"As you know, operating officials of the agency have not previously testified under oath in public sessions. I desire, however, to continue to cooperate as fully possible with your subcommittee because of

the unique aspects of the hearings on ITT. I would agree, therefore, to have Mr. Broe appear before your subcommittee under oath to present testimony limited to his conversation with ITT officials in 1970 in connection with Chile.

"Due to compelling opera-tional and security reasons which we have already discussed, I must request that Mr. Broe's appearance be limited to executive session. Further, as the subcommittee feels it is desirable to make Mr. Broe's testimony public I would be glad to review his testimony for that purpose.

"I am certain such an arrangement would result in placing on the public record the items which your subcommittee believes are important in connection with its present investigation. This procedure would, I trust meet your objectives while allowing me the flexibility needed to discharge my responsibilities as called for by the National Security Act of 1947."

The subcommittee was to return to public session later today and question former Ambassador to Chile Edward Korry and two officials of the Anaconda Copper Co.

## STAR 1973

# 00,000 CIA Fund to Influ

By JEREMIAH O'LEARY Star-News Staff Writer

The existence of a hitherto secret CIA propaganda fund of \$400,000 for use in the Chilean presidential election of 1970 has been brought to light by the Scnate multinational corporations subcommittee inves-. tigating the role of ITT and the U.S. government in Chile's internal affairs.

. It has been learned authoritatively that the fund was provided by the CIA for the period prior to the popular election on Sept. 4, 1970, when Marxist candidate Salvador Allende won, a hairs-breadth plurality in a three-man race. But informed sources believe, and former Ambassador Edward Korry testified yesterday, that all agencies of the U.S. government adopted a hands-off policy in the Oct. 24 runoff, which Allende won in the Chilean Congress.

Jerome Levinson, chief counsel for the subcommittee headed by Sen. Frank Church, D-Idaho, injected the \$400,000 propaganda fund into the hearings with a direct question to Korry, asking the ex-envoy if there was such a covert fund in the pre-election period. Korry said that was a question the CIA would have to answer.

- But Korry also testified that everybody in Chile knew the U.S. government wanted to see Allende defeated and that only a lunatic would have supposed otherwise. He said he



EDWARD KORRY

personally favored the socalled Alessandri formula by which the Christian Demo-crats and Conservatives in Congress would combine to elect Jorge Alessandri instead of Allende. The formula, which never was applied, then called for Alessandri to resign so that outgoing President Ed-uardo Frei could win in a new national election.

Allende had won a plurality — but not a majority — in the popular election of Sept. 4, 1970. This put the election in the hands of the Chilean Congress, which selected him on Cot 24, 1979. Oct. 24, 1970.

Committee members and aides refused to divulge more

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about the \$400,000 fund, but Korry's testimony left no doubt that it could have been used only to finance propagan-da to help defeat Allende. It could not be learned whether the fund is mentioned in the impounded testimony given yesterday in executive session by William V. Broe, who was in charge of CIA clandestine operations in Latin America at the time of the election.

The subcommittee was to release the Broe testimony today after screening by CIA offi-cials. It was the first time in history that a CIA agent has ever testified under oath before a congressional commit-

The subcommittee also released yesterday an internal International Telephone and Telegraph document describing a secret meeting Oct. 21, 1971, in the office of Secretary of State William P. Rogers with representatives of a number of American corporations threatened with expropriation in Chile. The mem-

orandum says:
"Secretary Rogers opened
the meeting by saying that he
and the President had grave
concern over the Chilean situation and the expropriations that were taking place. He stated there appeared to be little leverage that the government could use against Chile but that they would take all actions open to them.

"He discussed his meetings with Foreign Minister Almeda (Clodomiro Almeyda) during the opening of the UN. He stated he had never been more rude to any other diplomat. Rogers said he attempted to press Almeda (Almeyda) to stop the copper expropriations and filing of excess profits and taxes."

Earlier, Korry declined to tell the subcommittee, either in open or executive session, what instructions he received from the State Department during the critical election period in Chile. Korry told Church he was not invoking executive privilege, although 1345年26日

# ile Election Reported

he understood there was legal

justification for doing so.
"This is moral principle with me," Korry said.

"Do you contend that this committee has no jurisdicion?" Levinson asked.

"No, but I fall back on my moral commitment. I cannot wreck an institutional process for any reason I can think of here. It's a philosophical thing on my part," Korry said. "I took an oath when I became ambassador. I'm not about to break my part of that bargain.'

Korry said that if he set a precedent by telling the committee about his instructions from the State Department it might lead to a return of conditions like the McCarthy era with diplomats being afraid to commit anything to paper.

But Korry did categorically deny to the subcommittee that he ever got any "green light" to go ahead with any action short of a Dominican-style intervention, as was reported in a message from ITT publicist Hal Hendrix to his superiors.

It is obvious from the history of Chile since the Allende election, Korry said, that the United States mounted no "big push" and supported none of the three candidates.

"All three camps ap-

proached me for funds, but the U.S. never responded," Korry testified. But when Levinson asked him about the CIA propaganda fund, Korry refused to answer any questions about the CIA except to say that the agency was under his control in Chile. The subcommittee did not pursue the former ambassador about the seeming discrepancy when he cut off all questions about the CIA.

Korry declared that he personally favored the Alessandri formula for blocking Allende's election "but I did nothing about it." However, he said he did tell U.S. businessmen in Chile that he favored the plan, . nomic chaos there.

explaining, "There is a difference between analysis and action."

Asked about an ITT document which declared the Chilean armed forces had been assured of U.S. support in any violence or civil war, Korry said he never made any such promise even though he was asked for such assurances. Korry said he told his embassy people to stay away from the Chilean military in the critical election period.

Korry testifed that he never heard of any ITT offer of money to support any U.S. plan to block Allende or cause eco-

## Move Seen to Politicize CIA Analysis

#### By Jack Anderson

tral Intelligence Agency are adopt changes that might alarmed over an apparent move to politicize its intelligence estimates and evaluations.

The craggy new CIA chief, James Schlesinger, is shaking up the Office of National Estiber, for instance, this office completes a painstaking survey of Soviet capabilities and intentions

But the CIA estimates, un- CIA's 'Liberal' Taint happily, have often conflicted with President Nixon's own concepts. Schlesinger's shakeup, therefore, has been interpreted within the CIA as an attempt to make the intelligence analyses conform with the President's thinking.

with the CIA has been no secret inside the agency. In 1971, he issued a detailed "decision estimated. Sure enough the memorandum." about inadequate intelligence and calling for changes. He Tet holidays. gave his national security adviser, Henry A. Kissinger, new that the bombing of North deadwood and increase effipower to evaluate intelligence Vietnam had not disrupted the ciency. In part, this undoubttor Richard Helms to make filtration routes into

and more political.

He believed there should be a diversity, not conformity, of intelligence activities. He thought diverse views should be funneled to the White House as a check upon the mates, which produces the rival intelligence services. If supersecret studies of world the President should receive developments. Each Septem-only an intelligence consensus and this should turn out to be wrong, Helms feared, it could be disastrous for the nation.

But the conservatives around Mr. Nixon persuaded him that the CIA had a liberal taint and that the Office of National Estimates, in particular, took a dovish view of the Vietnam war.

It's true the CIA warned in The President's displeasure 1966-67 that Communist strength was almost double what the Joint Chiefs of Staff less likely to disagree with the complaining Communists struck with unexpected power during the 1968 said that Schlesinger's shake-

and instructed then CIA direc- flow of supplies down the in- edly is true. the the estimating-analyzing op-south. Sure enough, the Comeration more responsive to munists launched an unex- ITT Again—The sprawling he is preparing to blast the

too, was subsequently verified.

Of course, the CIA wasn't always right. It badly underestimated the flow of Communist supplies through the Cambodian port of Sihanoukville and, therefore, discounted the need for invading Cambodia.

The CIA also upset the White House by disputing then Defense Secretary Melvin Laird's statement to Congress in 1969 that the Soviets had succeeded in installing multiple warheads on the giant SS-9 missile, each warhead capable of hitting an independent target. The White

In the future, however, it appears that the CIA will be White House.

up is intended to reduce un-

#### Washington Whirl

White House needs.

Some of the reforms the President sought, to be sure, were intended to reduce run
March, 1972.

President sought, to be sure, that the mining of Haiphong problem closer to home. IT the preparing to blast auto manufacturers for moving faster to meet anti-pollution stndards.

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away costs and to increase effi-harbor and the renewed bomb-promised the Securities and ciency. But the cool, compeling of the north wouldn't keep | Exchange Commission to 1611 Our sources inside the Centent Helms was reluctant to the North Vietnamese forces its prospective mutual finds make the CIA less professional from getting all the supplies customers about its legal diffithey needed. This estimate, culties. The disclosures were supposed to have gone out in an amended pamphlet, dealing with ITT's Hamilton Fund, on Jan. 19. We sent a representa-tive to ITT's mutual fund of-fice in nearby Virginia to pick up coples. We found it still doesn't varn buyers about the legal problems. At Hamilton's headquarters in Denver, a spokesman said any reneging on the promise to SEC must be "a failure in the field."

Message to Muskie — The presidents of General Motors, Ford and Chrysler have paid separate, private calls on Sen. Ed Myskie (D-Maine) to enlist House wanted Congress to believe Laird and to vote for more defense funds.

In the future, however, it National Chairman Robert Strauss, whose law firm represents Chrysler, also spoke to Muskie about his meeting with Footnote: A CIA spokesman Chrysler's President John Ricaid that Schlesinger's shake-cardo. Muskie told us that Strauss asked no favors but mercly mentioned the meeting. In any case, the visitatrom the auto tycoons didn't impress Muskie. As charman of the Senate Subcommittee on Air and Water Pollution, hot

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Approved For Release 2001/06/09 : CIA-RDP84-00499R001000110004-0

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## The CIA in Peace, War and Penury

#### By JOHN M. TAYLOR

Press reports have lately confirmed that a urious development is taking place across the retrious development is taking price to the Potomac in the Langley woods. A major shake-of the Central Intelligence Agency — long advo-cated, and not infrequently rumored — may be taking place.

According to the reports, incoming CIA Director James R. Schlesinger is setting forth on the largest personnel reduction in the agency's history, perhaps as great as 10 per-cent. One source has characterized the shakeup s resulting from White House annoyance at the gency's failure, under Richard Helms, to mon-

agency's failure, under Richard mellins, with our its spending in a satisfactory manner.

Somehow a purge of CIA on budgetary grounds carries with it an element of paradox; it recalls the jailing of Al Capone for failing to pay his income tax. CIA has been charged with so many sins of omission and commission over the years that it seems somehow incongruous to g it to task for overspending.

bring it to task for overspending.
Whatever its genesis, though, the development is not without significance. And while it is Congress which, over the years, has called for tighter controls over the agency, the initiative today is with the White House.

WASHINGTON'S "intelligence community" is an outgrowth of World War II — the bureaucratic response to a conviction that there must never be another Pearl Harbor. To this end, some half-a-dozen agencies are today involved in some aspect of the intelligence game. Of these CIA is much the largest and best known,

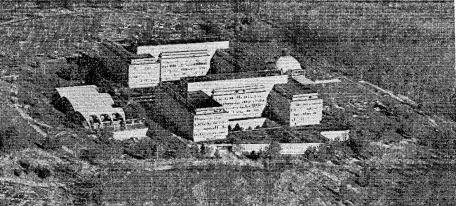
these CIA is much the largest and best known, and it enjoys a virtual monpoly on the conduct of secret operations overseas.

It is a commentary on the mindless preoccupation with 'security' which permeates the intelligence community that the American taxpayer does not even have a general idea of how much of his money goes for intelligence. Most estimates place the total at between \$5 and \$8\$. billion, of which perhaps \$700 million is for CIA

billion, of which perinds stor limited is the exclusively.

The agency's vintage years were the 1950s and 60s, when containment of Communism was a byword and when in budgetary terms. CIA represented nothing if not a great barrel of

money.
From the nation's campuses the agency recruited the brightest and the best, a definition then sufficiently broad to have encompassed this writer. The director of CIA was given con-



The CIA's Langley, Va., Headquarters

trol not only over his own agency, but made responsible for the operations of the various military agencies as well.

In its operations abroad, the agency's representatives often rode roughshod over the resident American ambassador, who in theory was the senior U.S. representative abroad. In 1963, I was once instructed to withhold an important was one instituted by window and item of intelligence from our ambassador to Thailand, Kenneth Young. The rationale was that the CIA chief wanted the ambassador replaced, and hoped that withholding the information in question would cause Young to embarrass himself in a press conference so as to bring about his ouster. Eventually, CIA had its way.

ALTHOUGH defenders of the agency con tend that CIA suffers from an inability to publi cize its successes, this is at best only partly true. Whenever the agency has suffered a se-vere reversal, it has usually managed to leak word of some success to counteract the bad pub-

In 1956, after considerable embarrassment over its failure to provide any warning of the

Suez crisis, agency officials led newsmen on a tour of the so-called Berlin tunnel, from which CIA operatives had eavesdropped on telephone communications in East Berlin.

In 1963, at a time when the agency smarting over the Bay of Pigs, officials circulated summaries of information it had received from Oleg Penkovsky, a disaffected Soviet Army major who by then had been arrested and executed by the Russians.

More recently, agency officials have been accommodating themselves to the national questioning relative to Vietnam; in so doing they have let it be known that the CIA had long been nave let it de known that the CIA had long been critical of U.S. policy moves there, and have sought to dissociate the agency from those poli-cy decisions which smacked of "escalation." But here again a healthy skepticism may be

in order.

First of all, the Vietnam war was a disaster for the agency in terms of its most critical responsibility, the gathering of intelligence information not available from overt sources. According to a White House study, our intelligence

agencies knew virtually nothing about Hanoi's leaders or their intentions, despite the fact that Vietnam had been a priority intelligence target since at least 1962.

In one memorable instance, LBJ is reported to have exceriated former CIA chief John Mc-Cone for his inability to generate information on that "raggedy-ass little fourth-rate country," North Vietnam.

North Vietnam.

Nor did the agency show great prescience in assessing the various policy options open to the United States in Vietnam. Considering that it was apparently our renewed bombing of last December, together with the mining of Hast phong harbor, which brought Hanoi back to serious negotiations in Paris, it is worth noting that the same 1971 White House study characterized CIA as minimizing the probable effects of a minimer Mainburg ing of Haiphong.

THE AGENCY is aware that it has an im age problem, but its moves to correct the problem have done nothing for the image itself.
When a book highly critical of the CIA, "The
Invisible Government," appeared in 1964, the agency set up a full-time task force to dissect the book and to compile material with which it might be discredited.

might be discredited.

In the case of a more recent book, "The Politics of Heroin in Southeast Asia," the agency was greatly embarrassed by charges that CIA had actively abetted groups engaged in the drug trade in Southeast Asia's "Golden Trinagle." Against the author's protests, the publisher acceded to CIA's pointed request for an advance copy. "It is our belief," the agency huffed, "that no reputable publishing house would wish to publish such allegations without being assured that the supporting evidence was valid."

Harner and Row stuck to their convictions, albeit rather nervously, and the book went to press. But the rather ham-handed pressure on author and publisher is an interesting example of CIA double-think. On one hand, the agency of CTA double-mink. On one initial, the gency in releases information only if it puts the agency in the best possible light; it offers no assistance to outsiders probing into its record. Yet it demands that any criticism of CIA be documented, chap-

NOT EVEN its harshest critics expect CIA to disappear. The requirement for accurate for-eign intelligence is one of the new demands of this century, and CIA would probably exist in some form even if there were no Cold War.

The problem of the intelligence community,

however, is that it lacks the skills with which to nowever, is that it lacks the same with which carry out its grand designs. Thrown together in the late 1940s, at a time when professional intelligence officers were virtually nonexistent, CIA gained on the -job training in Korea, Cuba and Latin America, but did so at tremendous cost to

Latin America, but did so at tremendous cost to the image of America abroad. Sad to say, Schlesinger's problems do not end with CIA itself. The Defense Department agencies which he is expected to supervise have long had a reputation as being advocates for the armed services, with little interest in dispas-cience englying. sionate analysis.

When CIA was constructing its great n

leum in the Virginia woods, someone in authority felt the need for a motto in the foyer. Apparently in hope of divine sanction, his choice was that verse from St. John, "Ye shall know the truth, and the truth shall make you free." Not long after the Bay of Pigs, one agency official glanced at the motto and observed that a more appropriate choice might have been that verse beginning, "Father, forgive them..."

TIME

Approved For Release

2001/06/09 : CIÆRDP84

DOWNEY RETURNING AT HONG KONG Extremely subtle torture.

earlier this month. President Nixon appealed directly to Premier Chou En-lai, and Downey was released last week.

He did not think that there had been anything heroic about his long incarceration in a mazelike prison outside Peking. "I thought the 20 years were to a large extent wasted," he said at a press conference in New Britain, Conn. "I don't see that it benefited anybody. Not Uncle Sam or anybody else. I wouldn't recommend it for character building.' He admitted that, under pressure, he had told his captors everything he knew. But it was "ancient history" without much importance. He is not planning to write a book unless a publisher is interested in "500 empty pages. Life in a Chinese prison is a crashing bore.

If someone had to be chosen to spend that much time in prison, probably a more resourceful man could not have been found. At Yale, Downey was a B.M.O.C.—a good student who majored in English literature, a sturdy guard on the football team and captain of the wrestling team. He was the kind of man the CIA liked to recruit, particularly in the cold-war days when the organization had glamour and an allure for ambitious, idealistic youth.

Downey has not described his brief, fateful career with the CIA. Another American P.O.W., Steve Kıba, has supplied the details. After he was shot down in North Korea in 1953. Kiba served part of his two-and-a-half-year sentence in the prison where Downey was confined. Downey told him that he had joined the CIA after graduation and was given paramilitary training, then was

mainland to get information. On one mission, nine agents were dropped by parachute at Johol in Manchuria They

-00499R 00 1000110001 Jimost immediately, and one broke down under interrogation. He agreed to radio Seoul, requesting that the CIA plane return to pick up one of the agents. Downey and a fellow civilian, Richard Fecteau, went along for the ride in the C-47, even though they did not have to; they were restless and itching for some action in the field.

Crunch. The plane was to make a low sweep over the appointed area, then drop a sling for the Nationalist agent to jump into. But as soon as the aircraft made the pass, the Communists opened fire with machine guns, and the plane was forced down. The pilots were shot; Downey and Fecteau were captured. The date was Nov. 29, 1952.

The first two years in prison were the worst. Downey spent ten months in leg chains. Kiba describes the prison food as consisting of a thin rice gruel for breakfast and rice with a few vegetables for lunch and dinner. Occasionally, the Chinese placed small white stones in the rice gruel. The famished prisoners would crunch down on the food and cut their mouths. "You had to learn to move your mouth around to sift out the stones," says Kiba.

Downey said he had been intensively questioned but not beaten in prison. According to another American airman taken captive, Wallace Brown, the Chinese employed an "extremely subtle tor-ture that is as difficult as any other, and Downey had as much of that as anyone did." For days on end, a P.O.W would be made to stand without sleep or food until he finally talked. When he refused, he was prodded with a rifle barrel and threatened with death.

When relations between the U.S. and China were strained, the prisoners suffered. When relations improved, they were better off. Fecteau was released in 1971. Though not permitted to read American newspapers during his imprisonment, Downey was given all the English-language Chinese publications he wanted. Despite the propaganda, he was able to glean from them an outline of world events. His family sent him hundreds of paperback novels.

He did not learn Chinese, but his captors proudly took him on tours to see the newest factories or farm machinery. Once a month, he was allowed to write a one-page letter to his mother. He once wrote that he had "done 23,000 calisthenics, run about 55 miles and washed about 100 items of clothing." He stayed sane, he says, by living in the present and forgetting about the future. "On a day-to-day basis, you'd be surprised how much time can be taken up by picayune chores like sweeping the floors You learn just to go along.

Downey looked and acted well on his return. Uncertain about what he will do now, he is being compensated ... some small way for the time taken fro **00.01**(1.0004(0)k pay at the CIA amou

to about \$350,000. "I wish it were \$2,000,000," says ex-Prisonc Frow "Whatever it is, it's not enough

P.O.W.S

#### **Twenty Years in China**

In the winter of 1951, Mary Downey waved goodbye to her eldest son John at a small Connecticut train station. She had only a vague notion of the job he was going to take in Japan

it had something to do with the Korean War "A shudder went through me then," she recalled, "and I have always felt it to be a premonition of the horrible thing that was to happen to Jack."

A year later, she was informed that he was missing on a flight from Japan to Korea In 1953, she received his death certificate from the Defense Department The following year, Jack Downey appeared on trial in China as the archeriminal of all U.S. prisoners." sent to Japan to work with Chinese Natio was sent appeared to the sent appeared to After many pleas, Mary Downey was permitted to visit her son five times.

# The Zvening Star The Wews

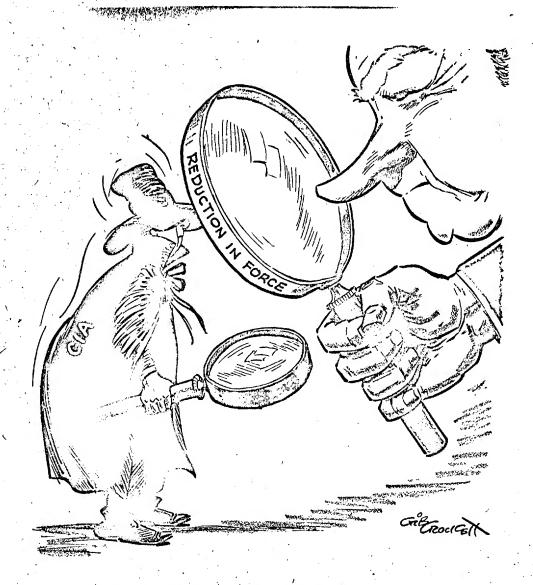
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A-14

**FRIDAY, MARCH 23, 1973** 



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#### Victor Zorza

## Politics and the CIA

Washington Post 22 March 1973

A mischevious attempt to undermine the Central Intelligence Agency is now, in the view of some old CIA hands, well on the way to success. They say that a drastic purge of the agency's leadership which, they claim, is being poole sed" by the Nixon administration in the manner of the FBI, is now in progress. They fear that, it events are allowed to take their course, the national interest may be gravely damaged.

Officials rebut this by claiming that the "parge" is no more than a series of long-delayed resignations. The "intelligence community," they say, is not being pellucised, but is merely being "reorganized" in keeping with a 1971 presidential directive which the previous CIA Director, Richard Helms, 160 tellic to carry out. As the directive with making the intelligence with making the intelligence optical.

handers of the CIA reply that man, the professional who wanted keep intelligence out of the political arena, was probably going slow in the Nixon arcetive in the hope that it might not have to be carried out. His replacement by James R. Schlesinger, the Rand systems analyst who worked for Nixon in the Office of Budget anagement, and was then appoints a nead of the Atomic Energy Communion, was, they say, "predetermined." It was Schlesinger who drew up the Nixon intelligence directive.

The intelligence professionals point to the avowedly political direction of the attack on the CIA spearneaded by Joseph Alsop's columns. These articles, mey claim, display an advance knowlsize of facts about the reorganizawar, and of sensitive intelligence infrom the White House or Schlesinger. they point out that the columns and identified the Chairman of the of Estimates, John Huizenga, of the nost responsible intellioff as, as the carrier of the "aber 1" section, and that they have s impending replace-most nungent and here we critic of the CIA esti-suzzing hierarchy." proclaime ment ... 614 mii.

This man, Major General Daniel Graham of the DIA, Pentagon's Defense Intelligence Agency which has carried on bitter feuds with the CIA, has received much praise in several columns which describe in detail the stand he took on a number of sensitive issues, and which imply that his views are closer to those of the White House than are the CIA's. Since the General insists that he is not the source of this information, his colleagues assume that it may have been leaked at a higher level as part of the operation designed to undermine the CIA.

Intelligence officials deny that Huizenga, who has a year to go before he becomes eligible for retirement at 60 under the CIA's rules, is being dropped as chairman. They say that Schlesinger has appointed General Graham only as chairman of the new, though inter-agency admittedly powerful, committee which is to be the main tool for the reorganization. The committee is being fashioned into some-thing like the "general staff" of the intelligence community so that it may rise above the persistent rivalries among its disparate parts (especially the conflicts between the military and the civilians.)

Military intelligence has claimed that the CIA, which controls only about 15 per cent of the community's budget resources, has dominated the various parts, instead of coordinating them. But some old CIA hands argued that if Schlesinger's "general staff" was apportioned on this percentage basis, the military would become predominant. The intelligence community might then come to express the institutional interest of the military rather than the national interest which the civilian CIA has sought to safeguard.

In a Solomon's judgment which Schlesinger has communicated to the heads of other agencies, he has split the difference into the equal- or almost equal—parts. Roughly half of the new staff will be in uniform and half out of it. The CIA will have no more than 49 per cent of the staff posts. But the halance may still be held by the "civilians," because the one per cent would be provided by the State

Department's relatively small Intelligence and Research Bureau.

Is this a system analyst's solution, or a politician's inspired compromise? While CIA officials maintain their traditional silence, retired CIA men who are concerned about the organization to which they have given their working lives wonder whether they should counter in public what they describe as the "calumnies" being written about the CIA. They agree that changes are needed, but the signs suggest to them that the baby may be thrown out with the bath water.

They are not worried about the "Department of Dirty Tricks," which a long been due for modernization of the equally overdue staff cuts. They are concerned about the agency's articate analytical structure whose partiality is under attack—and whose integrity, they hold, must be grotted ed in the national interest.

It may be that Senator Stuam Same ington (P-Mo.), who has often said tranthe problems of the intelligence so. munity ought to be freakly discussed is now in a position to chair Sentre hearings on the subject. It may ... that Sel-singer, who believes that the CL ought to "open" itself to the public now ready to put his views and ans plans on record. This may be the only way to maintain the morale 6, a small but vitally-important part of the intelundo ligence community, the way the harm caused by the publication of indiscriminate charges against the CIA, and to turn what threatens to become a spiteful public controversy into a chought and necessary national debate.

The world is changing, and so is the role and function of intelligence. The CIA has paid a heavy penalty in recent years for refusing to change fascenough. The Nixon-Schlesinger formula may be no more than a long over the attempt to modernize it. But that's what it is, both the intelligence community and the public ougher taken into confidence by the erament to the fullest extent positions. So far, they have heard little more than meaningless assurances and innuendo.

@ 1973. Victor Zorza

## WASHINGTON STAIR, THURSDAY, 22 MARCH 1973

## ITT Claims Fund Was for Aid

By JEREMIAH O'LEARY Star-News Staff Writer

A senior ITT executive said today that his corporation's 1970 offer of \$1 million for use in Chile was intended to demonstrate to Marxist presidential candidate Salvadore Allende that ITT had confidence in Chile and wanted to stay there.

The testimony before a Senate subcommittee by Edward Gerrity, vice president for corporate relations, differed sharply from what former CIA director John McCone told the committee yesterday.

Gerrity said that the first time he had heard the International Telephone & Telegraph Corp. had offered to supply \$1 million to block Allende's election was when McCone, now an ITT director, disclosed it yesterday.

Sen. Charles Percy, R-Ill., a member of the Senate subcommittee on multinational corporations, said "the implausability of this story bothers us. It doesn't hold together that ITT was trying to work with Allende. It's unbelievable that ITT would propose supplying this fund for the development of Chile to the CIA instead of the State Department."

Gerrity's t e s t i m o n y appeared to be in direct contradiction to McCone's account of the \$1 million offer.

Giving his version of the \$1 million ITT fund, Gerrity said "it was plain (in the fall of 1970) that Allende was going to be elected. I discussed this with ITT President Harold S. Geneen and we considered the chances were 90 to 10 that Allende would expropriate our Chilean properties.

"Geneen told me that perhaps ITT could demonstrate to Allende that the company had confidence in Chile and he said we ought to go to the State Department to see if there was any plan for private industry to reassure Allende.

"The idea was to get together with a group of other companies and to help the Chilean economy and reaffirm our confidence with some projects like low-cost housing, farming and other joint ventures. We said that if the State Department came up with something along these lines we would put forward a figure of about seven figures," Gerrity said.

Chairman Frank Church, D-Idaho, said, "we can't find any plan for technical assistance or housing in the ITT documents we have."

Gerrity replied, "in spite of all discussions, no action was ever taken against Allende."

Sen. Clifford Case, R-N.J., asked, "this million dollars was not intended to be disruptive but only to make Allende happy about the American presence?"

Gerrity said that ITT officials told the State Department and presidential national security adviser Henry A. Kissinger that they would participate with other companies in

such a development plan "under your aegis" but he said "we never got a response and decided the U.S. government was not interested."

Gerrity testified he had only met CIA Latin American chief William B. Broe once and that the CIA official made suggestions to him that banks should not renew credits to Chile, that companies should delay shipments there, that pressure be brought on companies to close down and that the United States should withdraw all technical assistance.

Church said these suggestions sounded to him as if they See CHILE, Page A-8

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Approved For Release 2001/06/09 : CIA-RDP84-00499R001000110004-0

## Approved For Release 2001 Scia RDP 4 1490 RO 100110004-0 Was for Aid to Allende

Continued From Page A-1

were intended to create economic problems in Chile. Gerrity agreed and said Broe told him that money was not a

problem.

"I never heard of that \$1 million and its intended use until I heard Mr. McCone yesterday. I had a different understanding of what it would be used for. It is not my information that any was made available" for economic disruption in Chile.

Gerrity said he did not think Broe's ideas were very good at all and that he didn't see how ITT could induce other companies to follow Broe's suggested plan because "it would be self-defeating to induce eco-nomic chaos in Chile."

Gerrity further testified that Geneen agreed that the Broe plans were not workable but suggested the CIA agent be handled carefully.

"Geneen said to me it doesn't make sense," Gerrity testified. "We didn't want any part of it."

The senators pointed out another conflict in testimony when Gerrity said Jack Neal, a former diplomat and director of ITT international relations here, had been sent to inform two U.S. officials of the company proposal to apply \$1 million to technical assistance projects in Chile.

Gerrity said Neal was sent. to discuss this with former Assistant Secretary of State for Affairs Inter-American Charles A. Meyer and Viron P. Vaky, then Latin American specialist on the Kissinger staff.

Church told Gerrity that Neal testified earlier this week that he did not go into any details of how the money was to be spent. The subcommittee indicated it may recall Neal to explore the inconsistency between his testimony and Gerrity's.

Sen. Edward Muskie, D-Maine, told Gerrity that even if the \$1 million was for social or constructive purposes it might be regarded as an act of political intervention.

Asked about recommendations made by ITT operatives Hal Hendrix and Robert Berrellez from Santiago on possible means of stopping Al-

ers," on the Chilean situation but that all their recommendations were funneled to ITT decision-makers.

Gerrity said that in October 1970, between the popular election and Allende's run-off victory in Congress, ITT tried to pin down the State Department on its attitude.

"We wanted State to put in writing its attitude toward Chile," Gerrity testified. "I wanted their views on what would happen in Chile and what they would do if we were expropriated."

He said there were many proposals made in staff papers' about reducing the U.S. diplomatic presence and other economic measures but said these were not adopted and were only staff papers that are common in business practice.

"I have heard that the United States has contingency plans for the invasion of Canada," Gerrity told the subcommittee, "but that doesn't mean we're going to do it.'

He acknowledged that Geneen met on Aug. 4 with then Atty. Gen. John Mitchell but understood the conversation was about antitrust policy not Chile. He also said that Ge-neen and ITT Washington chief William Merriam had met with White House aides Charles Colson and John Ehrlichman but that once again the discussion was about antitrust matters, not Chilean affairs.

"We'd still like to work out some kind of arrangement with Allende that would be fair to Chile and to us," Gerrity said. "But frankly, we preferred that Allende not be elected. He was elected, he did expropropriate us and we have not been compensated."

lende's election, Gerrity said their job was to report, to

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## Wednesday, Mar. 21, 1973 THE WASHINGTON POST



ITT's Merriam: "I had no notion he (a CIA operative) was clandestine."

# ITT Official Says CIA Man Backed Anti-Allende Plans

By Laurence Stern Washington Post Staff Writer

A top Central Intelligence Agency operative "approved" plans by the International Telephone and Telegraph Corp. intended to block the election of President Salvador Allende in Chile in 1970, an ITT official told senators yesterday.

president and former chief riam gave the Senate Foreign Washington representative for Relations Subcommittee on ITT, acknowledged that he Multinational Corporations a and other executives of the general picture of close liason corporation met repeatedly between ITT and the CIA with the CIA executive---Wil- throughout 1970 and 1971.

Services-to discuss anti-Al-|Idaho), is negotiating with the lende strategy.

He said Broe specifically gave his assent to an ITT plan to subsidize an anti-Allende newspaper in an effort to promote political opposition to the Marxist candidate in the 1970 election.

In a morning of halting testimony punctuated by fre-William R. Merriam, a vice quent lapses of memory, Mer-

CIA for Broe's testimony in order to determine to what extent he was carrying out the agency's policy in his dealings with ITT and other American companies.

At one point Merriam referred to Broe as "our man" in the agency. The CIA official, who held the equivalent of a GS-18 Civil Service rank, was in charge of all covert intelligence programs in Latin America and reportedly sat in on top-level National Security Council meetings dealing with

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# Man Backed Anti-A

### ITT, From A1

red to another job in the agency. The CIA is understood to have refused to permit him to testify publicly in the proceeding.

Merriam said he was introduced to Broe by ITT's board chairman and chief operating officer, Harold S. Geneen, at the Sheraton Carlton Hotel on the night of July 16, 1970. Geneen "told me to stay in touch with Mr. Broe," Merriam said.

Merriam testified he was unaware of Broe's role in the CIA's covert wing, which operates under the Deputy Director for Plans.

"I had no notion he was clandestine," the ITT official testified. "We had lunches in places where 300 or 400 people were present," he added to a roar of laughter from the committee room.

testified, Broe told him the CIA had contacted a group of American businesses in hopes of applying anti-Allende political pressure through concerted economic action.

In an Oct. 7, 1970 memo to Edward Gerrity Jr., ITT's senior vice president for corporate relations, Merriam related that Broe had told him repeated calls to firms such as GM, Ford and banks in California and New York have drawn no offers of help. All have some sort of excuse." The memo was one in a series made public last year by columnist Jack Anderson.

subcommittee Asked by who made the members Broe told him it was the

and former CIA Director John Ralston Purina. McCone on Oct. 9, 1970 that "The thrust of the meeting," posals had been reviewed by the Nixon administration "will the memo related, "was toward Broe, according to Merriam's take a very, very hard line the application of pressure on testimony.

reported Broes assertion that Chilean takeover would not be all sources of U.S. monetary aid to Chile would be cut off ercussions following. "as soon as expropriations take place.

Pressed by members of the Senate panel on the sources of Broe's intelligence, Merriam replied that "I believe as a member of the CIA, he (Broc) had periodic meetings with the White House staff.'

asked Merriam why the CIA should ask ITT to pressure the government had indicated at White House on Chilean policy matters.

Sen. Stuart Symington (D-Mo.) observed that "the CIA reports only to the President."
... And apparently to Mr. Merriam," Case snapped.

Merriam was transferred to On one occasion, Merriam Rome after the surfacing of the ITT papers and now specializes in international trade matters. He said that Broe used to send a special messenger to pick up ITT's own field intelligence reports, and that Broe regarded the ITT data from Chile as highly as any intelligence reports from other sources.

In February, 1971, ITT took a leading part in an effort by a leading part in an effort by During the interim period American business interests in two ITT field operatives, Chile to put pressure on the Allende government against expropriation of their holdings.

The subcommittee made pubof America's Washington representative, Ronald R. Rad-"repeated calls," Merriam said datz. It described a meeting in tion. Merriam's office on Feb. 9, Merriam further confirmed tives of five other U.S. com- ocrat Eduardo Frei Montalvo, that-on the strength of in-panies doing business in Chile: regarded by ITT as friendly

when and if Allende is elect-the government wherever pos-ed." In the memo Merriam sible to make it clear that a tolerated without serious rep-

> "ITT believes that the place to apply pressure is through the office of Henry Kissinger. They feel that this office and the CIA are handling the Chile problem," Raddatz reported to his superiors.

Merriam described the meetings of an ad hoc com-At one point Sen. Clifford mittee "a very informal P. Case (R-N.J.) incredulously group." He ack nowledged, however, that the Allende the time that it was prepared to bargain in good faith for compensation on the seizure of ITT's Chilean Telephone Co.

Speaking of the companies in the "ad hoc group," Church said "if I ever found out that those companies were meeting concerning an election of mine, I'd be concerned."

The ITT testimony and supporting documents show that the anti-Allende campaign was most intense between the Sept. 4, 1970 popular election and the final congressional runoff Oct. 24. Allende had to contend in the runoff because he failed to win a clean majority in the popular election.

Harold Hendrix and Robert Berrellez, recommended purchase of advertising by U.S. firms in the anti-Allende Mercurlo chain of newspapers lic an internal memo by Bank and the hiring of "propagan-of America's Washington rep- dists" in radio and television to support Allende's opposi-

The object of the campaign 1971, attended by representa- was to restore Christian Demformation from Broc-he had Anaconda, Kennecott, W. R. to its interests, to the presiadvised ITT board member Grace, Pfizer Chemical and dency through a series of po-and former CIA Director John Ralston Purina.

# Illende Plan, Probe Told

In a press release issued at tional economic policy Peter istration adopted the ITT pro ing hearing, PTT said it had Merriam sent Peterson an 18never taken any improper actions in Chile. "It is ITT's opinion that it is perfectly dispersed in the control of the control o proper to appeal to the gov- does not get through the cru- neen and Peterson in April, ernment to protect against un. cial next six months." lawful expropriation and that

the start of yesterday's open- Peterson. After the session gram submitted to Peterson.

the government is justified in as cutting off private lines of tice Department, which want taking requests of this kind credit to Chile, subsidizing ed the company to divest the into account so it may formulate anti-Allende press and \$2 billion Hartford Fire In late appropriate national pol-discussing "with CIA how it surance Co. icy," the company said.

Under questioning by the squeeze." Although credit resubcommittee, Merriam acstrictions were imposed on end with the release of Securknowledged setting up a meet-chile by the Export-Import ities and Exchange Commissions. ing in September, 1971 be and Inter-American Developsion internal working papers tween Geneen and then-White ment Banks, there is no evilby the House Commerce Com-House adviser on interna-dence that the Nixon admin-mittee.

Merriam also acknowledged ial next six months."

1971, to discuss ITT's antitrust differences with the Jus-

THE NEW YORK TIMES, WEDNESDAY, MARCH 21, 1973

# C.I.A. Cutting Personnel In Agency's Biggest Layoff

## 1,000 Posts to Be Abolished

### By SEYMOUR M. HERSH

. Special to The New York Times

WASHINGTON, March 20— James R. Schlesinger, the new Director of Central Intelligence, has begun the largest personnel cutback in the history of the agency.

Unofficial C.I.A. sources estimated that at least 1,000— and possibly as many as 1,800 of the agency's approximately 18,000 jobs would be abolished by the end of the current fiscal year, June 30.

An official agency source acknowledged that what he termed a "reduction in force" — known in the Government as a RIF— was under way "on a very selective basis" to eliminate "marginal performers." But he would give no figures for the cutback.

No official announcement of the cutbacks has been made to employes at the C.I.A. head-

Continued on Page 13, Column 1

# C.I.A. Cutting Personnel in Agency's Biggest Layoff

In addition to the layoffs, Mr. Schlesinger has initiated a high-level shake-up of key management positions inside the agency, and is expected to continue his efforts to trim manpower and cut costs in other intelligence agencies, such as the Defense Intelligence Agency and the National Agency Agency and the National Se-wringing uot.

by President Nixon to improve the first to retire, he said.
the efficiency of the nation's
over-all intelligence operations,
which costs more than \$6-bilwith to challenge the decision who lion a year.

known whether all of the of immediate relagency's costs for its extensive their efforts fail. Southeast Asian operations are

quarters in nearby Langley, Va., creating much uncertainly there.

"This is the first place I've ever been in where all the rumors come true," one agency employe said. "You get a call and get an interview and that's it," he said, describing the jobelimination process. "No prelimination process. "No prelimination process. "No prelimination study feels safe," the source added."

"Nobody feels safe," the source added."

High-Level Shake-Up

me."

Another employe complained that colleagues that many of his colleagues the word that many of his colleagues that many of his colleagues the word that many of his colleagues the critical bay of Pigs invasion of Cuba.

About 260 agents employed by the agency's clandestine service were climinated then, the former official said, "and that was very carefully handled."

Some Congressmen serving on intelligence committees, on intelligence committees, official said, "and that was very carefully handled."

Some Congressmen serving on intelligence official said, "and that was very carefully handled."

Some Congressmen serving on intelligence official said, "and that was very carefully handled."

Some Congressmen serving of its elements and ceremonies. The office in the Government that is expected to escape personnel to recurrent that is exp

Those officers with low fitcurity Agency.

Those officers with low fitness reports would be among

The C.I.A. reportedly spends to eliminate their jobs. Those bout \$602-to \$800-million who make such appeals the wish to challenge the decision about \$602-to \$800-million who make such appeals, the annually, although it is not sources said, face the prospect known whether all of the of immediate retirement should

Southeast Asian operations are included in that estimate.
Intelligence sources acknowledged that there was much waste in the personnel structure of the C.I.A.
"Thore's a lot of fat and a lot of dead wood that he's getting rid of," one agency em
A former high-level C.I.A. of-ficial expressed surprise when told today of the large-scale personnel cutbacks ordered by Mr. Schlesinger. "The C.I.A. doesn't have RIFs," he said. "That's always been considered a security risk."

The only significant cutback A former high-level C.I.A. of-

Continued From Page 1, Col. 2 ploye said. "I guess I'm for it in the agency's history took placed Richard Helms early last place shortly after John J. Mc-month, has established a new quarters in nearby Langley, me."

Cone was named director in intelligence receased.

WASHINGTON, D. C., WEDNESDAY, MARCH 21, 1973—108 PAGES

CIRCULATION 484-3000 CLASSIFIED 484-6000 Phone 484-5000 10 Cents

#### By SEYMOUR M. HERSH New York Times News Service

James R. Schlesinger, the new director of the Central Intelligence Agency, has begun the largest personnel cutback in the history of the

Unofficial CIA sources estimated that at least 1,000—and possibly as many as 1,800—of the agency's approximately 18,000 jobs will be abolished by June 30.

In addition, the CIA director is expected to continue cutbacks in other intelligence agencies, too, such as the huge National Security Agency, staffed by 100,000 people, and the Defense Intelligence Agency, which employes about 2,000 about 3,000.

An official agency source acknowledged that what he termed a "reduction in force"—known in the government as a RIF—is under way "on a very selective basis" to eliminate

.-- i ress

"marginal performers." But he would give no figures.

No official announcement of the cutbacks has been made to employes at CIA headquarters in Langley, Va.
"This is the first place I've ever

been in where all the rumors come true, one agency employe said. "You get a call and get an interview and that's it," he said, describing the job-elimination process.

In addition to the layoffs, Schlesinger has initiated a high-level shake-up of key management positions inside the agency.

He reportedly has been told by President Nixon to improve the efficiency of the nation's over-all intelligence operations, which costs more than \$6 billion a year.

The CIA's Office of Research and Development in Rosslyn is said to be particularly affected. The office is responsible for most of the and nev's basic research projects. The official CIA

source, however, described the cuts as being "across the board" and not limited to any specific office.

The Associated Press quoted sources as saying that reports of a 10 percent reduction at CIA are high. In some coors, sources teld AP, some and the coors are transfer and the coors. some cases, sources told AP, some employes have been transferred to other jobs, and some administrative person-

nel have been reshuffled.

A former high-level official expressed surprise when told of the large-scale personnel cutbacks. "The CIA doesn't have RIFs," he said. "That's always been considered a security risk."

The only significant cutback in the agency's history took place shortly after John J. McCone was named diafter John J. McCone was named director in 1961 by President Kennedy, a few months after the aborted Bay of Pigs invasion of Cuba. About 260 agents employed by the agency's clandestine service were eliminated then, the former official said, "and that was v. care ully handled."

Approved For Release 2001/06/09: CIA-RDP84-00499R001000110004-0

# C. I. A.-I. T. T. PLANS ON CHILE REPORTED

Company Aide Says Agency Also Urged Measures to Bar Allende in 1970

#### By EILEEN SHANAHAN

Special to The New York Times

WASHINGTON, March 20 -A vice president of the International Telephone and Telegraph Corporation said today that a top official of the Central Intelligence Agency had "agreed with the recommendations" the corporation made to try to prevent the election of Salvador Allende Gossens, a Marxist, as President of Chile.

The recommendations in 1970 reportedly included steps to maneuver the departing Chilean President back into power, to foment violence that might bring about a military takeover of the country, to use American governmental agencies to supply anti-Allende propaganda to other Latin American countries, cr some combination of these things.

The C.I.A. official who was said to have "agreed with" these proposals was William V. Broe, director of the agency's clandestine activities in Latin America.

#### Tells Senate Panel

The I.T.T. official who testified about this conversation and many others with Mr. Broe and other high officials of the United States Government was William R. Merriam, formerly head of the corporation's Washington office.

Mr. Merriam was the first witness to be heard in public session by a special subcommittee of the Senate Foreign Relations Committee that is headed by Senator Frank Church, Democrat of Idaho.

The subcommittee will conduct what is expected to be a two-year inquiry into the behavior of United States cor-

# C.I.A.-I.T.T. PLANS ON CHILE IS CITED

Continued From Page 1, Col. 4

porations that operate around

the globe.

Among the main things the subcommittee wants to find out is the extent to which these multinational corporations in-fluence United States foreign

policy.

The first two weeks of the hearings will deal exclusively. with the reported attempts of International Telephone and Telegraph to enlist the help of various branches of the United States Government to keep Dr.

Allende out of office.
It is not yet known whether any official of the Central Intelligence Agency will testify, in person or in writing, in public session or behind closed doors, about the agency's activities regarding Chile. The subcommittee was said to be negotiating with the C.I.A. about this.

What came of the reported agreement on a course of action between the corporation and the agency was not made clear in the opening day's hearings.

Dr. Allende was elected president of Chile and took office on Nov. 3, 1970. He sub-sequently took over business properties belonging to I.T.T. and some other United States companies, as he had promised in his campaign and as corporation officials had feared he would.

The picture that emerged from the day's testimony was of the Central Intelligence and International Telegraph as hardline anti-Communist groups that greatly feared Dr. Allende's accession to power and that worked together to try to perworked together to try to personate the State Department and Henry A. Kissinger, the White House adviser on National sacurity, to adopt an equally hard anti-Allende view.

### Disclosed a Year Ago

The outlines of the corporation's attempt to enlist the help of the Government to preserve its interests in Chile were disclosed a year ago when portions of a number of internal I.T.T. documents were pub-lished by the columnist, Jack Anderson,

31 MAR 1973

### THE NEW YORK TIMES, WEDNESDAY, MARCH 2

Today's testimony, together with additional documents made public by the subcommitte — documents that were voluntarily submitted by the corporation—depicted a much more prolonged and extensive pattern of consultation between the company and various government officials than had pre-viously been disclosed.

Mr. Merriam spoke, for example, of "25 visits" to the State Department and of having talked with Mr. Kissinger and members of his staff for a

'year.'

His testimoney also indicated that most of the visits by company officers to six high Nixon Administration officials in 1970 and 1971—these were disclosed yesterday by another Congressional committee-had the dual purpose of talking about the company's antitrust problems with the Justice Department and about I.T.T.'s attempts to keep Dr. Allende from being elected and, later on, attempts to oust him.

The ouster plans centered on ideas to bring about "economic collapse" in Chile, according to company documents and testimony.

### Other Companies Approached

As part of this plan, accord-As part of this plan, according to Mr. Merriam, C.I.A. officials made "repeated calls to firms such as General Motors, Ford Motor Company and banks in California and New York," asking them to stop or reduce their activities in Chile to hurt her economy. These that Chile gave the corporation "better terms" in authors for the companies refused according "better terms" in authors for

Among other items of economic warfare against the Allende Government that were proposed by the company were thought "the threat of economic a cessation of all United States collapse" might prove effective aid, under the guise of a re- with Mr. Allende "if he knew view, and intercession with the that the banks might stop lend-World Bank and the Inter-ing."

American Development Bank to Senator Muskie suggested get them to stop making loans that thre threat was an attempt to Chile. It was not clear to "blackmail Allende." were accepted.

Mr. Merriam also acknowledged, when asked, that a group of Washington representatives of companies with eco-nomic interests in Chile had met several times in his office to dsicuss how to cope with the Allende Government.

It was not he who initiated the meetings of this ad hoc group, Mr. Merriam said, but rather the Washington repre-sentative of the Anaconda Copper Company. Other companies represented included, he said, Kennecott Copper, W. R. an dthe Bank of America, Such meetings among corporate representatives in Washington occur "all the time," he said.

Mr. Merriam said that the group had never arrived at any

companies, refused, according better terms in payment for to other I.T.T. documents that chiteleo, the telephone company owned largely by the cor-

Senator Muskie suggested

Continued of Page Dyed Enr Release 2001/06/09: CIA-RDP84-00499R001000110004-0 HS/HC-950

# Downey: A CIA Agent in From the Cold

## Recruit on Double Mission Over China When Captured in 1952

By Thomas O'Toole Washington Post Staff Writer

There were 30 of them there that day in 1951, 30 graduating Yale seniors all drawn to a small room on the New Haven campus by a recruitment notice on the bulletin board. One of them remembers that the notice was next to one put there by Procter & Gamble.

They were met by a middle-aged man dressed in the Ivy League flannels of the day, noteworthy for nothing except that he smoked a pipe and wore the Yale tie. He told the seniors that he's been a member of the OSS (Office of Strategic Services) during World War II and had operated behind German lines all during the Allied advance across Europe. He said he was now with the Central Intelligence Agency, which was then so new that

none of the Yale seniors had heard of

The recruiter said he was at Yale to bring qualified bright young men into the CIA, which needed to grow because of the Chinese intervention into the Korean War. He said little about what qualified bright young men could expect in the CIA, leading several of the Yale seniors to press him on what they might have to do.

"Well, this is purely hypothetical," the recruiter said, "but we might expect you to parachute into China to help set up a communications apparatus, sort of get things started."

Hypothetical as it might have been at the time, that is almost what Jack Downey was doing in 1952 when he was captured by the Chinese in the foothills of the Manchurian mountains. Downey refused to discuss his mission when he was released two weeks ago after 20 years in a Chinese prison, but reliable sources say he was on a double mission that fateful day when his C-47 aircraft was shot down by small arms fire inside China.

For years, the United States had disavowed Downey's mission and whereabouts the day he was caught.

abouts the day he was caught.

Downey's friends say he could have ben released as early as 1955 if the United States had only acknowledged that he was a CIA agent. His friends call him a victim of the Cold War, a victim of the China Lobby that kept the United States friendly with Chiang Kai-shek and a victim of the virulent anti-Communism of the '50s and '60s.

See DOWNEY, A7, Col. 1

Approved For Release 2001/06/09 : CIA-RDP84-00499R001000110004-0

# How a Young Man Went From

### DOWNEY, From A1

been that Downey was a Defense Department employe, on an authorized flight from Scoul to Tokyo the day his plane was lost.

Downey had been a CIA agent for more than a year, one of a dozen Yale graduates who had been recruited off" the campus that day in 1951. He was participating in a tradition that grew through the fifties and on into the sixties, when Yale men tended to dominate the ranks of the CIA.

Downey was stationed by the CIA in Japan, where he trained Taiwanese from Chiang Kai-Shek's isolated island in the arts and crafts of the profession he'd been taught in Washington. Downey was considered one of the best young agents in the Far East. He was strong, durable, quickminded and a born leader of men.

That leadership was obvious even in Downey's early CIA days. His class of 40 was asked at the end of their training which man in the class they'd like to lead them or be with them in trouble sports. Thirty-one of the 40 chose Downey.

Most of that class wound up in South Korea or Japan, where they trained South Koreans and Taiwanese in espionage. The work was routine, but it had its moments of danger. One agent (also a Yale classmate of Downey's) remembers going aground in the fog off the coast of North Korea, where his "fishing junk" was dropping Korean agents into the north.

"We though we were aground on an uninhabited island, where we'd be safe until the tide lifted us off," he said. "Then the fog began to lift and we discovered we were less than 100 yards from the main railroad line that moved men and supplies down from Vladivostok."

Nobody but Downey knows how many missions he flew over China, but the men who knew him in the CIA assume he'd been there more than once. One former agent said there was never any need for Downey to be on the



Associated Press

## JOHN DOWNEY ... CIA recruit

plane. He said that while Downey didn't defy regulations, he overstepped his participation in the mission by being on the plane.

"Jack flew with his men because he liked them and wanted to be with them when they jumped," the one-time agent said. "That was one reason he was there. The other one, I guess, was that it was a lovely moonlit night and Jack just wanted to see China."

The mission Downey flew is believed to have been a double one. It is understood the C-47 was to pick up a Taiwa-

nese agent who was already inside China. The plane was then to continue on to the mountains of Manchuria and parachute seven other Taiwanese into China to set up a communications base.

Downey's plane never made it to the mountains. Sources said the Chinese arrested the Taiwanese agent Downey was supposed to pick up before Downey's plane left for China. Sources also said the Chinese intercepted radio messages inbound to the Taiwanese agent, which alerted them to the time and place of the pick-up.

When Downey's plane flew into China, men and weapons were waiting for it. The C-47 is understood to have come in low and slow over the spot designated for the pickup when Chinese troops opened fire on the plane.

The C-47 crash-landed in a Manchurian field, which explains how Downey is said to have walked away from the wreckage. All eleven people on board survived the crash. Besides Downey, there was CIA Agent Richard Fecteau, two Taiwanese pilots and the seven Taiwanese agents who were to be parachuted into the mountains.

The seven agents were executed by the Chinese. The two pilots may also have been shot, though there is a possibility they are still in a Chinese prison. Fecteau was sentenced to 20 years in prison, Downey to life. The different sentences were given because Downey was the mission chief, Fecteau a subordinate.

Downey has said he spent the first 10 months of imprisonment in leg irons. Harvard University Law Professor Jerome A. Cohen, a classmate of Downey's at Yale and today a specialist in Chinese law, said there was nothing unusual about Downey's treatment.

"All criminals were treated the same way in the People's Republic of China," Cohen said. "They socked it to you from the start, then became lenient as you reformed, as you told the truth and as you repented about the truth."

Downey said he told his captors everything he knew in those first 10

# Yale to a Chinese Prison

months. He was quoted by newsmen interviewing him last week at a hospital in New Britain, Conn., where his mother is recuperating from a stroke: "I would say I revealed about every bit of information I had."

When he'd told the Chinese the details of his work; Downey was taken out of leg irons. But he was kept in solitary confinement for another 14 months, during which time he was not allowed to talk to anybody but his captors. Even that conversation was limited to chats with the jailer who supervised his 30 minutes of courtyard exercise every day.

Downey and Fecteau were moved out of solitary in a rural prison and into Peking's Grass Basket Prison in December 1954. There, they were put in with the crew of a B-29 that had. been shot down over North Korea. They were also tried and convicted of espionage by a Chinese military tribunal, which announced the conviction to the world.

"We were elated at the conviction," remembers one of Downey's classmates who had gone into the CIA with him. "We'd never heard of his capture. We'd all given Jack up for dead.'

The Korean War ended before the Chinese announced Downey's capture and conviction. When it ended, negotiations began between the United States and the People's Republic of China to arrange a prisoner exchange. A list of prisoners was swapped in Geneva in April 1954.

The United States listed 129 Chinese it had detained, mostly scientists and economists who'd been teaching or working in the United States. The People's Republic listed 40 Americans, including the fliers Downey sat in prison with in Peking. Downey and Fecteau were not on the list.

"They weren't on the list because John Foster Dulles would not admit they worked for the CIA," said Harvard Law Professor Jerome Chen, Downey's Yale classmate who was later to become a force behind his release. "We never admitted he was missing so they nover admitted he was captured."

When the Chinese announced that they were holding Downey and Fecteau, Secretary of State Dulles refused to budge. The story that the State Department issued in 1954 was the story they stuck to until early this year. Downey and Fecteau worked for the U.S. Army. Their plane had gone off course between Korea and Japan and ended up over Manchuria.

The flier's who were in the Peking prison with Downey and Fecteau were released by the Chinese in August, 1955. Downey and Fecteau stayed behind, victims of the growing Cold War between China and the United States.

A witness to this is one of the fliers who met Downey and Fecteau in prison, a man named Steven Kiba, who teaches Spanish in a high school in Norton, Ohio.

"I asked a Chinese commisar if Downey and Fecteau would go home when we went home," Kiba said, "and he told me, 'The only way they will ever get out will be for your government to admit they are CIA agents."

Kiba said he told this to the CIA when he was released. He said he passed along a message from Fecteau that the Chinese were aware of his and Downey's attempt to set up a CIA spy ring under the code name "Operation

"The CIA man told me to forget it, forget about the whole period with Downey and Fecteau," Kiba said. "They said as far as they were concerned it never happened. They said it looked pretty hopeless for them and seemed to indicate they would never get out."

Harvard Law Professor Cohen is one who insists the Chinese tried to maintain some kind of contact with the United States over the Downey and Fecteau cases from 1954 to 1957. He said China tried to regularize relations with the United States during this period, but that the United States rejected Chiha's moves because the United States did not want to undermine its relations with Chiang Kai-

China made a last attempt at recon-

ciliation in 1957, when Premier Chou En-lai offered to repatriate Downey and Fecteau if the United States would allow American newsmen, to visit China. Dulles refused, declaring that if the United States were to let that happen it would be giving its approval to a regime that "practiced and trafficked in evil."

Downey and Fecteau were finally released when President Nixon chose to acknowledge their roles as CIA agents. He did it at a press conference just before presidential assistant Henry A. Kissinger left on one of his trips to China. He did it in answer to the last question asked at the press conference, in a way that conviced DJack Downey's friends that the question was planted and the answer rehearsed.

Jack Downey emerged from his 20 years in prison looking and acting like a man who'd never been in prison, almost a symbol of the detente that now exists between the United States and China. Downey had two recreations in prison, reading and exercising. Together, they saved his santiy.

He came out of prison speaking Chinese and able to read and write Russian, which he learned from Russian cellmates and from the Russian novels his Chinese captors let him have. His friends say he is in excellent physical shape at the age of 42. He can run 10 miles, do 100 pushups and as many as 50 chinups. His weight is 190 pounds, a little less than it was when he wrestled and played varsity football for Yale.

Jack Downey is the last of the Yale class of 1951 to come in from the Cold War between the U.S. and China, almost a symbol of the last 20 years. The others who went into the CIA when the Korean War looked like an Ameirean disaster all left years ago. One is a freelance photographer in New York, another in an Asian scholar at Yale, a third runs a hosiery mill and a fourth a lobster-tail business in the Solomon Islands.

"We all got bored and disillusioned," one of them said the other day, "The bureauracy, the paper work and the politicking got too stifling. That, and the times changed. So did we change."

## THE STAR and NEWS A-3 Washington, D. C. Saturday, March 17, 1973

# Lost on CIA Mission

Secretary of State William P. Rogers has been asked to help a 77-year-old Oregon woman find out exactly how her son died during a U.S. spy mission in China more than 20 years ago.

Sen. Mark O. Hatfield and Rep. John Dellenback, both R-Ore., sent Rogers a letter on behalf of Myrtle Snoddy of

Creswell, Orc., yesterday.

Mrs. Snoddy's son, Robert C. Snoddy, and Norman Schwartz of Louisville, Ky., participated in the mission in which Central Intelligence Agency operative John Thomas Downey and Richard Fecteau were captured.

The Snoddy and Schwartz families were told in 1954, two years after the pair disappeared, that the two men were killed

on the Downey-Fecteau flight.

Snoddy and Schwartz reportedly flew the plane, a cargo version of the DC3 twin-propeller aircraft, that was shot down during a flight over China's Kirin Province on Nov. 29, 1952.

Fecteau and Downey were imprisoned on espionage charges. Fecteau was released in December 1971. Downey was

freed Monday.

"The only thing I know is what I read in the papers," said Mrs. John Boss of Creswell, Snoddy's sister, "after 21 years, I think they can come out and tell me where he was, what he was doing.

"I think it's high time to learn what happened. I don't think anyone could be hurt now. I think my mother deserves

that."-AP

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### THE EVENING STAR and DAILY NEWS Washington, D. C., Friday, March 16, 1973



ployes, reading the cutback as best they can, see it trimming job elsewhere in the agency. about 10 percent in many units — with most of those affected in the over-45 bracket. The cuts are to go into effect

June 30. Indications are that some older workers are being pressured to sign up for retirement annuities, thereby forfeiting the small appeals rights available to them under the law.

By CIA rules, an employe declared surplus in his immediate office is entitled to two subsequent screenings - the first, to see if another job is

knows about the left. But em- abailable for him in his own directorate, the second, for a

OUT IN THE CGLD. number of Central Intelligence Agency employes are going under a layoff which CIA reportedly refuses to call a layoff.

· In the compartmentalized CIA, the right hand never New York Times

Friday, March 16, 1973

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# FORD FOUNDATION AT ODDS WITH C.I.A.

Bundy Denies Fund Sought Training of Policemen

#### By DAVID BURNHAM

The president of the Ford Foundation has denied an assertion by the Central Intelligence Agency that New City policemen were trained by the agency at the suggestion of the foundation.

The denial contradicted a "fact sheet" on the case prepared by the agency for Rep-Representative Chet Holified, Democrat of California chairman of the House Government Operations Committee.

In the sheet, the C.I.A. said that "at the suggestion of the foundation representative, the NYC police sought assistance from the agency as to the best system for analyzing data."

The denial of the agency's assertion came in a letter from McGeorge Bundy, president of the Ford Foundation, to Representative Edward I. Koch, Democrat of Manhattan, who has charged that C.I.A. training of policemen from more than a dozen cities violated the law.

After Mr. Koch had complained to Mr. Holifield, James R. Schlesinger, the new Director of Central Intelligence, said in a letter made public on March 5 that because of the sensitive nature of such training, it would be "undertaken in the future only in the compelling circumstances and with my personal approval."

#### 'No Evidence' Found

Mr. Bundy, responding to an inquiry form Mr. Koch, said that hand carefully examined the fact assertion and had conceded that "these inquiries disclose no ovidence" that any suggestion for C.I.A. training of policemen was made "by any member of the Ford Foundation or the Police Foundation or any employe of the New Yrok City project funded by the Police Foundation."

The Police Foundation is an offshoot of the Ford Founda-

Police Commissioner Patrick V. Murphy, who could not be reached for direct comment, was quoted yesterday by Deputy Police Commissioner Richard Kellerman and an official of the Ford Foundation as saying he believed the idea of going to the C.I.A. originated with Don R. Harris, a private consultant.

#### Federal Grant Used

Mr. Harris, a former C.I.A. intelligence analyst, was one of three consultants hired by the Police Department last year under a \$166,000 grant from the Federal Law Enforcement Assistance Administration to help the department reoganize its intelligence files.

In November of 1971, the Law Enforcement Assistance Administration, a branch of the Justice Department, published a 150-page manual, co-authored by Mr. Harris, which was designed to instruct state and local police agencies how to "apply intelligence to combat organized crime." The other author was E. Drexel Godfrey Jr., also a former C.I.A. employe.

Informed of Mr. Murphy's belief that Mr. Harris had originated the idea of sending 14 New York policement for training with the C.I.A., an agency spokesman in Washington said the available information indicated the plan first was suggested by Wayne Kerstetter, one of six lawyers brought into the department in October, 1971, under a grant from the Police Foundation, the branch of the Ford Foundation.

Neither Mr. Kerstetter, who recently left New York for a law enforcement position in Illinois, nor Mr. Harris could be reached for comment last night.

# Downey Gave Chinese Secret Information

NEW BRITAIN, Conn. (UPI) — Korean war spy John T. Downey told newsmen today he gave his Chinese captors secret information during the 20 years he spent in a Peking prison.

"I can say, yes, I revealed about every bit of information I had," Downey, 42, said at a news conference when asked whether he had given the Chinese secret information.

Downey was released by the Chinese yesterday on an appeal from President Nixon, who had advised Premier Chou En-lai that the prisoner's mother was critically ill. The CIA agent was flown first to Clark Air base in the Philippines and then to Connecticut for a reunion with his mother last night.

He said he felt the two decades he spent in Chinese prisons was to a large extent "wasted."

"I wouldn't recommend it for any character building or anything like that," Downey said, adding that he didn't think the episode "benefited anybody," including the United States.

Downey, a former defensive guard on the 1950 Yale football team, declined to discuss the mission that brought him to captivity in November 1952, when his plane was shot down over Manchurla.

He said he still considered himself an employe of the Cen-

tral Intelligence Agency but does not plan to remain with the secret agency.

Of the 20 years in prison, Downey said, "I can only say it all dropped off me like a coat. I don't mean to sound like I'm putting you on. It's over, done with, I just feel great."

Downey said he was "astonished" to learn of President Nixon's visit to China last year and felt that it "broke the ice and probably had a good effect on my situation."

Downey, in other comments, said his treatment at the hands of the Chinese had met "the minimum standards."

He said he had been kept in leg irons during the first 10 months of his imprisonment, but he said the action was "standard procedure" for someone like him awaiting trial in China.

At times he was kept together with Chinese prisoners. He also was taken on closely supervised trips to farms, factories and the Great Wall, but he did not learn to speak Chinese.

On a typical day, Downey said, he was up at 6 a.m. he was made to listen to political broadcasts and to take part in ideological "study periods."

He was allowed out of his

He was allowed out of his cell for anywhere from half an hour to four hours of exercise in a 30-foot by 90-foot court-

Out of the intensive political indoctrination, Downey said, he derived some insight into American life, "I would say I have the motion of the same as motion in the same as motion in the same as motion in the same as motion."

have a more sophisticated grasp of American society. It's still the greatest." He said his views have evolved, "but' so has the world."

He changed his mind about the Chinese somewhat in the years he spent in prison, he said. He called them energetic and spirited.

"I think the people are more behind their government than I dreamed would be possible," Downey said.

Mrs. Mary V. Downey, 75, was elated by his return. She had not been told of her son's release until just before he walked into her room at New Britain hospital.

Downey himself was admitted to the hospital yesterday, and given a room near his mother to recuperate from the exhausting flight from Hong Kong.

## A NEW SPIRIT GROWS IN CHINA

A new spirit, achieved at the cost of some of the color and vibrancy of legendary China, is now spreading among Red China's people, New York Times associate editor Harrison E. Salisbury found in his recent travels there.

The final article in his four-part series discusses the life-styles of today's mainland China. Page A-25.

Arginal Value

"ST## (198.)"

# Mother Is Elated As Downey Visits Hospital Bedside

NEW BRITAIN, Conn. (AP)

"'You'll probably be a celebrity now—don't let it go to your head," the ailing mother of CIA agent John T. Downey told her son last night at a hospital room reunion.

Released Sunday after 20 years in a Chinese prison, Downey was flown halfway around the world in less than 24 hours and rushed to the bedside of Mrs. Mary V. Downey. The Chinese released him early because of Mrs. Downey's illness

Mrs. Downey, was elated by his return, United Press International reported. She had not been told of her son's release until just before he walked into her room at New Britain hospital.

Downey himself was admitted to the hospital yesterday, and given a room near his mother to recuperate from the ehausting flight from Hong Kong.

Mrs. Downey, a 75-year-old schoolteacher, suffered a stroke Wednesday and remained unconscious until Sun-

Downey smiled as he was greeted by hundreds of friends and well-wishers, including Gov. Thomas J. Meskill, a personal friend, at Hartford's Bradley International Airport.

Downey's younger brother, William, who accompanied Downey from the Philippines, said his mother's pulse rate showed "a little bleep" when she was told John had been freed and was in the hospital.

freed and was in the hospital.
"He took mothers hand and kissed her and spoke to her,"
William Downey, a New York
City attorney, told newsmen.

"She seemed to come more wide awake when he talked to her."

Mrs. Downey visited her son five times since 1958 in Peking's Grass Basket prison. Downey and Richard Fecteau of Lynn, Mass., were captured in November 1952 after their plane was shot down over Manchuria. Fecteau was released in 1971, at about the same time Downey's life term was commuted to five more years. Downey, the last known captive of the Korean war era, was reportedly captured when his plane was shot down over China. The Chinese said he was dropping and picking up spies.

Downey's brother said he found him "as close to being unchanged as anyone could be after 20 years anywhere.

"He indicated his great relief in being a free man. I wouldn't rate him at all as, bitter" because of his imprisonment. He said his brother told him he had not been abused in prison—"interrogated, yes—tortured, no."

## Approved For Release 2 EE AFTER 20 YEARS

By HENRY S. BRADSHER Star-News Staff Writer

HONG KONG - More than 20 years after being shot down while re-supplying Central In-telligence Agency spies in Chi-na, John Thomas Downey emerged from China today by act of clemency from Premier Chou En-Lai.

Downey, who is 42, has spent half his life in Chinese prisons. He was smiling and apparently in good health when he crossed the border into Hong

Kong.
"I am so glad. It's like a dream," Downey told an American Red Cross representative who met him, Eusentative who met him, Eugene D. Guy.

American officials had a helicopter waiting to whisk Downey to Hong Kong's airport. Within 35 minutes of the time he walked across Lowu bridge from China in a blue Chinese shirt and trousers, a special U.S. Air Force medical evacu-

ation plane was airborne, taking Downey to Clark Air Force Base in the Philippines.

Operation Homecoming officials at Clark who are handling prisoners released from Vietnam sped Downey on to see his critically ill mother in

New Britain, Conn.

Almost immediately after arriving at Clark, Downey boarded an Air Force C141 Starlifter transport which was to fly him via Anchorage,

Alaska, to Windsor Locks, Conn.

Downey was met at Clark by

Downey was met at Clark by his brother William, who said doctors who flew with John from Hong Kong reported he was in good shape.

"He certainly feels and looks good," William Downey said.

said.

Downey spoke briefly to newsmen when he arrived at Clark, United Press Interna-tional said.

"I just wanted to say how grateful I was for being re-leased. I appreciate the Chinese government for letting me go at this time and President Nixon for his efforts on my behalf and (presidential adviser) Dr. Henry A. Kissinger," he said.

"I'm very pleased to be out," he said. "At the same time, I'm very anxious to get home to see my mother."

"He had a firm handshake and he was up to date, very well informed," one of the offi-cers on the flight from Hong Kong said. "We were very surprised. He's got no problems at all."

President Nixon asked Chou to release Downey after his mother suffered a stroke Wednesday. Within 48 hours the Chinese informed Washington they would.

Downey's mother, who suffered a stroke last Wednesday, was reported "vastly im-proved" to day. She will be See DOWNEY, Page A-6

THE EVENING STAR and DAILY NEWS Monday, March 12, 1973

Approved For Release 2001/06/09: CIA-RDP84-00499R001000110004-0

# Papproved For Releas 200 706/09 : CIA-RDP 4-00499R001000110004-0 PISONE FEED OY UNINESE

Continued From Page A-1 | told of her son's release before | his arrival tonight.

Peking also said it would release Thursday the last two Americans known to be imprisoned in China. They are military pilots shot down during the Vietnam war when they strayed over China.

Downey told Red Cross officials he lived for a while with the two fliers, U.S. Navy Lt. Cmdr. Robert J. Flynn, 35, of Houston, Minn., and U.S. Air Force Maj. Philip Smith, 38, of Roodhouse, Ill.

"According to him (Downey), they were in excellent spirits and health," said James E. Bolling, a Red Cross regional director who flew from Hong Kong to the Philippines with Downey.

The two pilots had always been expected to be released when North Vietnam returned prisoners it held there. But the release of Downey was a special concession in a new atmosphere of Sino-American friendship.

It was regarded by Chinawatchers here as more than simply a goodwill gesture, however. It marked the close of what China had considered a long period of U.S. provocation and hostility—a mirror image of the American attitude during the 1950s and 1960s that China was hostile and provocative.

During those years, while Downey sat in prison the U.S. government denied the finding of his trial in China that he was a Central Intelligence Agency agent. Downey and Richard George Fecteau were convicted together as CIA agents.

Fecteau was given a 20-year sentence and released in December 1971 after serving 19 years. Downey's sentence was at that time reduced from life to five more years.

Those actions were taken as a sign of developing friendship. But Peking was not ready then to simply release Downey.

American officials quietly stopped insisting that Downey and Fecteau were civilians working for the U.S. Army, whose plane got lost on a flight from Japan to Korea during the Korean war. But they remained unwilling to admit the CIA connection.

Then recently, Nixon, by what seemed almost to have been a slip of the tongue, referred to Downey as a CIA agent. Whether this was finally a public admission which China had sought remains unclear.

Downey emerged into a totally different world political situation.

China and the United States are now coming closer together, although somewhat warily, while China is in hostile confrontation with the Soviet Union. When Downey was shot down Americans saw China and the Soviet Union as partners in the Korean Waragainst the United States.

Downey graduated from Yale University in 1951. The CIA was recruiting healthy young men with a taste for adventure at the time.

According to the finding at a Chinese trial of Downey, Fecteau and a number of Chinese Nationalists, Downey selected and trained Nationalists into teams for espionage.

A four-man team was parachuted into Kirin Province in Northeast China adjoining Korea in July 1952. A larger team was parachuted into adjacent Liaoning Province in September.

Fecteau joined the CIA in 1952, according to the trial report. On the night of Nov. 29,

1952, he accompanied Downey on a DC3 twin-engine transport plane to resupply the Kirin agents and pickup one agent. The plane was shot down.

It was only two years later in announcing the trial—at which several of the Chinese agents were sentenced to death and others to long prison terms—that the Chinese revealed that Downey and Fecteau were still alive. Surprised, Washington put out a story of their being civilians on a lost army plane.

When U.N. Secretary General Dag Hammarskjold visited China in 1955, he obtained the release of 11 Americans from a nother plane which the Chinese said had been shot down while dropping agents. It was a U.S. Air Force plane

which Hammarskjold said was part of the U.N. command in Korea, but, the Chinese said, Hammarskjold told them the United States had not claimed that Downey and Fecteau were part of the U.N. command, so he did not seek their release.

The American Red Cross was allowed to send parcels to the two prisoners. Downey's mother visited him three times in Peking during the years when almost no other Americans were allowed to go to China,

Guy said today that Downey told him artificial sweeteners in parcels helped him avoid getting fat on Chinese food.

Guy gave a receipt for Downey to Chinese officials who escorted him to the border. It said that "the American peo-

ple are most appreciative for this humanitarian action on the part of the Peoples Republic of China."

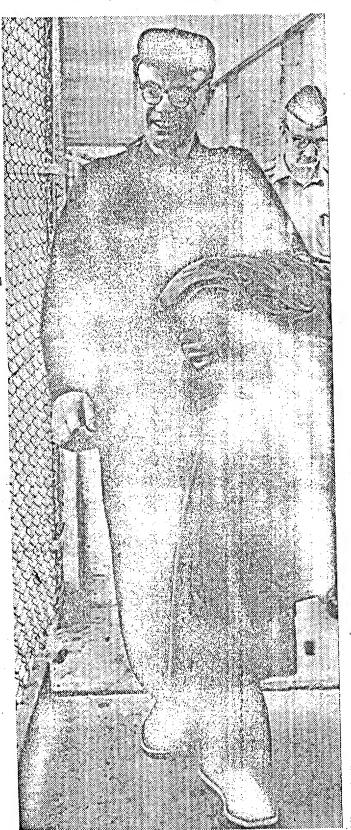
At the request of the U.S. Consulate, reporters were kept away from Downey by British police. The consulate's press release on his passage through this British colony mentioned only Red Cross officials but American diplomats hovered in the background of the operation.

One diplomat, a specialist on Chinese internal politics who is almost exactly Downey's age, Sherrod McCall, met Downey at the border and flew with him to the Philippines as escort officer.

So far as could be learned, no one from the CIA section of the U.S. Consulate was present.

THE EVENING STAR and DAILY NEWS Washington, D. C., Monday, March 12, 1973.

## Approved For Releas 2001/06/09 : CIA-RDP84-00499R001000110004-0



-United Press International

Downey arrives in Hong Kong wearing a broad smile and Red Chinese clothing.



By the time he reached Clark Air Base, Downey had changed to American garb.

THE EVENING STAR and DAILY NEWS Washington, D. C., Monday, March 12, 1973





# Demand for Envoy's Return Adds Strains

By Stanley Karnow
Washirston Post Staff Writer
HONG KONG, Feb. 7—Polington has avoided giving im

The standard of the standard

By William Perkins-The Washington Post

CIA PIT YEARS ARROUGH TO THE ARROUNCED China's top-ranking diplomat had defected to the West and requested political asylum in the United States.

Liao Ho-shu, 46, chargé d'affaires at the Chinese mission in The Hague, was reported at the time to head the Chinese spy network in Europe. His defection was considered the West's most important intelligence coup in years.

Moscow radio immediately dubbed him "Peking's James Bond." Taiwan cabled Washington it would give him a hero's welcome. Peking demanded his return, charging the U.S. had kidnapped him.

When we refused, the Chinese canceled the upcoming session of Sino-American ambassadorial talks in Warsaw, our only official channel of communication at that time. Secretary of State William P. Rogers expressed formal diplomatic "regret," and that was the end of contacts until January, 1970. The resumption eventually led first to Henry Kissinger's and eventually to President Nixon's visit a year ago to the People's Republic of China.

Two months before that historic trip, the White House received a letter from Liao Ho-shu. He wrote he could not get used to the American way of life, had "made a mistake" in defecting and asked permission to return to mainland China. The letter was turned over to the State Department for routine processing.

In May Liao was on his way home via the Chinese Embassy in Ottawa, Paris and Shanghai. This time there were no headlines. His departure remained unknown to the public at large until January of this year when a succinct wire dispatch from Hong Kong quoted a local magazine as saying he had returned to the PRC. He disappeared behind the Bamboo Curtain like a pebble in a pond.

What happened to make the defector redefect? Did Liao—an embarrassing reminder of the cold war—become a sacrificial lamb on the Nixon-Mao altar of peace and friendship? Was this man, the product of a totalitarian society, unable to cope with the unregimented life in a democracy?

Was he the pawn in the ideological match between resident Chinese here dedicated to Taiwan and those favoring the motherland? Or was he merely the casualty of extended exile—deprived of family and meaningful opportunity for career advancement, physically ill and mentally unbalanced?

Is it possible he was a double agent—or was he, in fact, no spy at all?

The following is an attempt to reconstruct the life of one Chinese defector in the United States, from the time he disappeared from the headlines until he reappeared for one last brief instant.

Since Liao left no known diary, his story derives from the comments of those few Americans and Chinese whose paths he crossed. Many of the former were reluctant to talk, either because of their involvement with the CIA or with mental hospitals and patients. Some of the latter gave conflicting accounts, depending—one suspects—on their own political loyalties. The CIA at first refused comment, but later confirmed the essential elements of this portrait.

The story of intrigue and incipient insanity that is Liao Ho-shu's began in what is now Wuhan, a city in the central province of Hupei, where he was born in 1923. Little is known here of his formative years except that he studied economics at the University of Peking, was assigned to the

See LIAO, K2, Col. 5

liately dubbed him 'Peking's James Bond.' Taiwan cabled Washington it would give the U.S. had kidnapperover for Release 2001/06/09: CIA-RDP84-00499R001000110004-0

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LIAO, From K1

Foreign Ministry in 1951 and joined the Communist Party two years later.

He married a pediatrician and had two children. He went to The Hague in 1964. Consistent with P.R.C. practice at that time, his wife and children, then aged 4 and 9, were not allowed to accompany him. Liao remained there without returning home throughout the Cultural Revolution. whereas nearly all Chinese ambassadors were summoned home for reeducation.

In 1966 a sensational incident occurred at a Chinese legation building in The Hague. A visiting rocket technician, Hsu Tzu-tsai, was snatched from a hospital X-ray table, where he had been taken after either falling from a window trying to defect or after foul play. Liao later told the CIA he was one of the kidnappers. A day later the engineer died at the mission.

Peking's news agency said at the time Hsu had passed information to the Central Intelligence Agency in exchange for a promise of asylum. The Netherlands demanded the recall of the chargé d'affaires, Li En-chiu and another diplomat. Liao, who then became chargé and the highest ranking Chinese diplomat left in Europe, later learned his ex-colleagues were harshly and even physically attacked by the Red Guards when they returned to

Red Guard diplomats soon were sent to The Hague mission. The younger officials tried to take over his job, Liao told the CIA, accusing him of being a capitalist. "They told me it was bourgeois to raise flowers, that I should raise vegetables instead," Liao later recalled.

. One day in late 1968 a Chinese ship arrived in Rotterdam. When his revolutionary colleagues suggested Liao send his baggage to the ship, he sensed he was about to be Shanghaled, the intelligence sources say. Fearing the same fate as his predecessors once back in Peking, he turned himself in to Dutch police headquarters on Jan. 24, 1969, at 4:30-a.m., wearing only pajamas and a raincoat.

Eluding the Chinese diplomats who were trying to find Liao, Dutch security officials turned him over to American authorities who promptly flew him to this country. The first official word that he had arrived here came on Feb. 4 when State Department spokesman Robert McCloskey announced that Liao's request for political asylum in the United States was "under consideration."

A few days later Peking's Foreign Ministry charged the U.S. and the Dutch governments with "deliberately engineering" Liao's escape and demanded the "traitor's" return. (This marked the first time since the Korean war that the Chinese had issacd rought from the least each of the control of

outcry fueled the fires of suspicion here that Liao was indeed the chief of Chinese intelligence operations in Eu-

If Liao were not sent back, Peking warned of "grave consequences." These proved to be cancellation of the Sino-American talks, which were scheduled to resume Feb. 20 after being suspended for 13 months.

Peking accused Washington of "plotting" to send Liao to Taiwan "with a view to creating further anti-China incidents."

Of course, all was forgiven nearly a year later when the machinery was put in motion to end a quarter century of isolation between the two super powers. Clearly the Liao affair was a dead issue; the man Liao was not, however.

Though dubbed "Peking's James Bond" Liao certainly bore no physical or social resemblance to Ian Fleming's hero. Tall for a Chinese, he was thin, balding, and wore horn-rimmed glasses.

"He was the least outgoing person I've ever known," recalled Dr. Michael J. McCaskey, head of the Chinese-Japanese language department at George town University. The two first met in August 1969 when a government official brought Liao around to work as a "casual laborer" (\$1.80 an hour) on a National Defense Language Institute project to revise basic Chinese language courses for the military.

Liao's existence for those months before he "surfaced" at the university in August, can be reconstructed only piecemeal. He almost never talked about his first months in this country and for a while even declined to let his colleagues know where he was living, (The university listed the department of Chinese as his mailing address). He went to elaborate pains to get off the Wisconsin Avenue bus a few blocks away from his apartment.

Though he habitually refused offers of a lift home, a driving rain once persuaded him to accept. Even then he insisted on getting out of the car before reaching his building and walked the rest of the way.

Come September he did list his address on university records as 2702 Wisconsin Ave., although he did not include the apartment number. The janitor at the Sherry Hall apartments, Willy Barnes, at first denied ever seeing the tall, lanky Chinese, Later, when told Liao's apartment number, 605, Barnes recalled the Chinese did indeed live in the one-bedroom unit-"although he would be gone sometimes for as long as a month at a time.' Three or four other men with their own keys used the apartment as well by day, he said, though he knew only one of them.

Apartment 605 was rented from April 1968 to January 1970 in the name of John F. Gionfriddo, the name K Street and a home in Vienna, Va., signed the lease.

When asked in an interview about Liao and the apartment, he replied he had no knowledge of either. Still, he admitted it was possible his firm had rented the apartment, following its custom, for out of town guests "at times like the Cherry Blossom Festi-

A couple of days later, after checking his file, Gionfriddo found a slip of paper with the name of George Neagoy. Though he had no record of payment he thought he had sublet the apartment to Neagoy, whom he described as a one-time client for whom he thought he had drawn up a will. Neagoy told him he needed the apartment for out-of-town relatives.

Neagoy, who lives in Chevy Chase, is an employee of the CIA.

The two apartments adjoining 605 were at that time rented to a Soviet diplomat and a Defense Department intelligence officer, causing a rental agent for the Sherry Hall Apartments to joke, "One-half of the building was foreigners and the other half, the CIA watching them."

Interrogation led the CIA, at least, to conclude that Liao was no master spy, simply a middle echelon diplomat. It is unresolved whether even so he was able to supply U.S. authorities with any worthwhile information.

Why then had some people thought he was a spy in the first place? For one thing, the climate of mutual suspi-cion and hostility coupled with a dearth of knowledge of events inside China sufficed to make the intelli-gence community jump at anything when defectors were as scarce as dragons' teeth. For another, a Chinese diplomat of lesser rank than Liao, who defected from the embassy in Damascus in 1966, had told Washington that Peking was anxious to avoid becoming directly entangled in the Vietnam war.

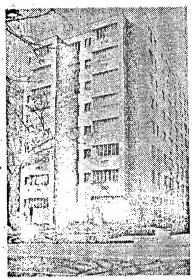
Of all those questioned about Liao, not one in retrospect thought he could have been a master spy. "His general indecisiveness made him unsuited for positions of high command and his literal-minded openness made him unsuited for political intrigue," commented one of his closest American acquaintances. Still, the idea that the CIA even suspected he was a highranking agent, said a Chinese friend, was one reason Liao disliked America.

Having finished its questioning, the U.S. government began the process of disengagement. The defector was given a monthly allowance, believed to be \$300, a permanent resident's visa, a Social Security card and a job.

Liao's job at Georgetown was to copy in long hand elementary Chinese lessons, a monotonous, mechanical assignment he performed with much grumbling. He made it obvious he considered this work beneath him yet

See LIAO, K3, Col. 1

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#### LIAO, From K2

declined to accept any more interest-

"He wanted everything all at once," recalled Dr. McCaskey, "but didn't know how to do anything. His knowledge of economics was outdated. He wanted to make a career for himselfanything but diplomacy because he was tired of governments. He kept mentioning he had gone to talk to 'the representative of the U.S. government' ' (Neagoy) about a permanent job. But nothing ever came of it."

Had the CIA indeed led him to be-"lieve it would furnish him a good position as a reward for defection and in-\*formation and then defaulted when he proved uninteresting?

The CIA denied any "deal" with Liao, but told him it was legally responsible for his welfare while he was an alien in the U.S.A.

"I believe he saw himself in the role of Confucian sage, rejected by an emperor who has lost the Mandate of Heaven," wrote Dr. D. Graham Stuart, a Georgetown University professor of Linguistics now on sabbatical in Hol-

ha At Dr. Stuart's urging Liao enrolled 'in September 1969 in the university's "School of Languages and Linguistics as a candidate for an M.A. in Chinese. However, due to his poor command of English, Liao was unable to complete the required courses in phonetics and phonemics given in that language. He tried the course at least twice more, withdrawing each time after a few weeks. He abandoned his effort finally in February 1970.

Meanwhile he had enrolled the previous month in a 10-week course in the ¿school's English as a Foreign Language division, intermediate level. He received a B plus in the course, the only one he ever finished. In April he returned to his dull copying job, remaining through September. He refamily, given the enmity between the Tused Approved for Rejease 200,1/06/09 h&lA-RDR84:00499R0010001 calling himself unworthy of it, yet re-

tained a certain arrogance about his expectations.

His primary concern throughout that period continued to be finding a good. job. This led him several times to the brink of accepting employment offered by the Nationalist Chinese, Besides work, he was also seeking a new wife and asked Chinese acquaintances if anyone in Taiwan would marry him if he went there. "He was very lonely," said McCaskey, "although he never wanted to meet any women here."

From the moment he set foot in this. country, the Taiwan government had tried to recruit him. In the Chinese lexicon, a defector from Communism is presumed friendly to the Chiang Kai-shek regime. Ku Cheng-kang—the man in Taipei in charge of defectors, or as he is officially titled, president of the Free China Relief Associationsent a cable to the Chinese Embassy in Washington inviting Liao to visit Taiwan. Pressure was put on then-Ambassador Chow Shu-kai, now Taipei's Minister without Portfolio, to influence Liao, who was open to the

Six months or so later, after the CIA interrogation was over, Liao and Chow finally met. The meeting was arranged through Chiang Te-cheng, a junior high school classmate of Liao's and now assistant manager of the (Nationalist) Chinese Information Service in New York. Another college friend of Liao's, a former Washington correspondent for a Taiwan paper, Wang Yu-hsu, now studying at Georgetown, also tried to help Liao decide whether to go to Taiwan.

According to them, Liao attended a National Day reception and several banquets at the embassy-where Wang's wife works-and had "intimate and friendly conversations" with Ambassador Chow. Liao was offered a \$500 a month "sweatshop" job with the Chinese Merchants Association, a shipplng company in New York's Chinatown that is owned by the Republic of China.

One of the conditions was that he would first have to visit Talwan. Wang prepared to accompany Liao to Taipei, but at the last minute Liao balked. This was to happen several times until the embarrassed Nationalists gave up on luring Liao, intelligence sources

The reasons for his refusal were never clear. Once, for example, he declined at the last moment to sign the regulation Internal Revenue Service form stating he, an alien, had paid his taxes in full. Because the statement is commonly known as a "sailing form" Liao refused to sign, lest he be "shipped" out instead of being sent by plane. A week of explanation failed to convince him.

Then, too, Liao must have known that if he went to Taiwan, it would rule out any remaining chance of retturning to the mainland, home and

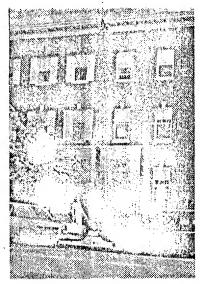
According to Henry Liu, a Chinese

journalist in the Washington area, who wrote under a pseudonym the article on Liao for the Hong Kong magazine North-South Pole, Ambassador Chow gave Liao three guarantees in exchange for agreeing to visit Taiwan: (1) he could return to the United States of his own free will: (2) the Republic of China would support him financially; and (3) they would not use him as a propaganda tool.

Liu points out that Liao must have been aware that two previous defectors, famed violinist Ma Sitson and diplomat Chen Pai, had also agreed to such a deal. But when their plane arrived in Tokyo airport, Talpei put out a statement on their behalf without consulting them.

And others say Liao, as usual, was just unable to make a decision.

Whether due to his experiences at the hands of the CIA and Nationalist



The half-way house

Chinese, or to his loneliness and inability to cope with a strange environment, or to his ingrained habits as a long-time Communist, Liao became extremely suspicious and distrustful of everyone. He thought everyone worked for the Chinese government-American, mainland or Taiwan-and seemed a little disappointed to find out his Georgetown colleagues were just ordinary people, McCaskey said.

Once Liao received a piece of radical student literature urging participation in a political demonstration. "I had the hardest time trying to convince him . flyers were sent 10 (Georgetown) grad students; that they didn't mean to single him out in particular," McCaskey reminisced.

Liao imagined colleagues joking about him. He was disturbed by police sirens during his nights of insomnia. A televised broadcast of July 4 fireworks sent him panic stricken into the street, sure someone was shooting at him. He hailed a taxi and drove around for 10004-Oeven going to Dulles Airport with some vague idea of fleeing, be-

PAGE 4

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fore he calmed down and returned home at 3 a.m.

Passionately secretive, he refused all publicity. He continually looked over his shoulder as he walked in the park, convinced someone was following him. Indeed, he was under surveillance, perhaps out of humanitarian more than political reasons. The CIA kept an eye on Liao even after he moved from Wisconsin Avenue to his own tiny efficiency apartment at 1717 R St. NW in early 1970.

Though he had made a few friends in the American and Chinese communities early in the game, he began to turn them away. "Don't bother me," he shouted at colleagues who offered to visit. He had only one regular Chinese male visitor, Wang, and, of course,

In the past he occasionally went to restaurants. Now he would accept invitations to have a northern Chinese dinner-he disliked American food except for milk—at friends' homes, and then not show up. He preferred to eat out of moldy cans, alone.

In the fall of 1970 Liao began to neglect his appearance badly. He fancied his food was poisoned. He became emaciated, stooped, his teeth abscessed, and he refused to have a sty treated. "It was almost like someone going through a religious crisis, doing penance by fasting and abstinence. By the strictest ethical conduct, he distanced himself from common men who are less righteous, less literally truthful,

Georgetown mentor concluded. Alarmed he would let himself die of starvation or would commit suicide, Liao's CIA contact took him to a psychiatrist. He was sent to the psychiatric ward of the Washington Hospital Center Nov. 18, 1970, and three weeks later transferred to D.C. General's ward.

The psychiatrist, who asked his name not be used because of his connection with the CIA, diagnosed "as severe a case of depression as you would want to see. I've seen a lot of schizoids like that; they can't talk to people and feel alone in a hostile world."

One sign of his illness, the doctor said, was his refusal to doff his over-

coat while indoors.

The doctor was unable to find out anything about Liao's past, but said it was conceivable he had had such a breakdown before.

In accordance with medico-legal procedure, a hearing to commit him was held Jan. 25, 1971. Many Chinese-American friends testified on Liao's behalf. The proceedings were dropped when the patient was discharged Feb. 11 by doctors who found him "Improved." Strangely enough, McCaskey remembered, that democratic process persuaded Liao for the first time that not everyone was involved in a conspiracy against him. He even asked upon leaving D.C. General if he would be allowed to return if he wished.

Liao went kpproved Fby Release on Connecticut Avenue for discharged psychiatric patients. Though he lived

there until October of that year he remained generally uncommunicative with the other residents. He did not like eating with them. And although the kitchen is open 24 hours a day, he did not feed himself either, because he disdained a house rule requiring a person to clean up after himself.

During that period he worked on special projects for Georgetown's Dr. Stuart. His task consisted largely of running down references in scientific journals on linguistics problems, although he also did some independent research.

"While working for me he gathered more than 800 separate reference items in six different languages from a score or so different libraries," wrote Dr. Stuart. "I paid him the going rate for student help . . . Although he rapidly made himself indispensable to me in my work, he was constantly suspicious that I was really only making work for him. He resigned saying that he could not take money for doing tasks that any 14-year-old boy could

The halfway house frowns on residents without jobs, and besides, Liao was not happy there. Determined not to accept what he considered charity, Liao moved in October, 1971 to an \$18a-week boarding house at 927 Massachusetts Ave. NW, the edge of Washington's Chinatown. The grim old brownstone, curtains hung between its once magnificent dark woodwork doors to give a modicum of privacy, recks of stale food and downtrodden humanity. Liao was so furtive, it was two months before the CIA caught up with him

The managers, several generations of the Lee Yow family, chatted excitedly when told about the exotic past of their boarder. He never talked to anyone, except to say hello to the children, they said. His only visitor was the director of the halfway house who came twice.

He had no job, yet seemed to be doing "some texts for an embassy" on his battered typewriter. He went out every afternoon for a walk, One day in May he left without saying goodbye ...or taking his meager belongings.

This marked the resolution of the Liao story, the final phase of which began in December 1971. He was at the bottom of a downward spiral, foresaken he thought by the U.S. government and the Nationalist Chinese, alienated from his few friends, unable to get a decent job, separated without news of his family in Peking, of no use to anyone. His thoughts turned to home.

That dark winter he composed a letter to President Nixon. In it he expressed his gratitude, but said he just could not get used to the American way of life or learn enough English. He wrote, "I love my country," and asked for permission to return to the

2001/05/09putin 4RSF84-00499R001000110004-0 ing and wanted to correct it although

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he knew that if he went back he would go on trial for treason. He also expressed fear of dying far from his motherland.

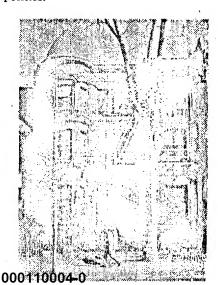
The letter was turned over to the State Department which told Liao he was free to return to China. "No one tried to dissuade him," a spokesman recalled. Still Liao hesitated. seemed to be asking us to deport him. He wanted us to contact the (Communist) Chinese for him. We told him to contact the embassy in Ottawa."

In February 1972 Liao wrote to U.N. Ambassador Huang Ha in New York, signifying his desire to return. Peking took its time deciding what to do with the defector who wanted to come home. Finally, permission granted, Liao flew to Ottawa in May, permission then on to Shanghai. Stopping in Paris en route, Liao penned post cards to the boarding house family and a few other friends, telling them he was on his way to China.

That was the first his acquaintances here knew of his decision to returnand the last they ever heard of him. "It was always in the back of my mind he was playing a double game," Mc-Caskey mused. "But if he did, it was the most fantastic game I've ever seen." There were no headlines in either the Chinese or American press. "We weren't going to publicize it," said the State Department official. "It could have been misconstrued as a deal whereby we forced him to go back."

In the end Liao Ho-shu was a victim of cultural shock in America as well as the Cultural Revolution in China.

His isolation left him mentally broken. His only sense of importance derived from the attention paid him by "the representative of the U.S. Government." The irony of this is that-whatever the CIA first thought-Liao was not the superspy of the headlines but in all likelihood a small fish left stranded on the shoals of international politics.



927 Massachusetts Ave. NW

# Bundy Tells Ellsberg Trial Data Did Not Damage U.S.

#### By MARTIN ARNOLD

Special to The New York Times

LOS ANGELES, March 9-McGeorge Bundy, one of the architects of America's Vietnam war policy, testified today that disclosure of three of the documents in the Pentagon papers case had not damaged:

the national defense.

surance, Mr. Bundy referred to the documents as "the first cut of history" and said that they could best be understood that way, "not as an intelligence Continued From Page 1, Col. 6 account."

Mr. Bundy served as special assistant for national security affairs to Presidents Kennedy and Johnson and as such was called by the defense as an expert witness on three of the 19 "top secret-sensitive" documents now involved in this

He spoke first of eight pages of a 1968 Joint Chiefs of Staff memorandum, disclosure of which the Government has contended damaged the United States and could have been helpful to Hanoi during the Vietnam war.

### Questioned by Defense

,examination Under Charles R. Nesson, a defense attorney, he was asked if either of those suppositions was true, and to both he answered, "I do not think so."

Mr. Bundy, who is now president of the Ford Foundation, gave three reasons for this.

One was that the most important part of the document, a recommendation by the chairman of the Joint Chiefs of Staff to send 206,000 more troops to Victnam, had become "common knowledge "common knowledge world-wide two weeks after it was written, initially in The New York Times." That disclosure in an article in The Times meant that the information "had ceased to be classified Continued on Page 13, Column 3

# Testifying with apparent as- BUNDY SAYS DATA

two weeks after it was written," he said.

The rest of the document, he said, was merely "an argument to persuade the reader that General [William C.] Westmoreland needed 206,000 more troops, an argument of a case that had less importance than a regular intelligence report.'

This information, he said, had a "very short life as a secret; in the nature of things, it was either overtaken by

events or became public."
Gen. Earle C. Wheeler was cairman of the Joint Chiefs of Staff at the time, and General Westmoreland was commander of the American troops in Viet-

Mr. Bundy also said that as far as the 1968 Joint Chiefs of Staff memorandum was concerned, "those whose business it was to judge whether information was classified, long before October, 1969, had formally declassified the information" by allowing a more comprehensive version of the information to be distributed in a Government Printing Office publication written by General Westmore-

the Pentagon papers, entitled prime movers of America's war "Evolution of the War," which he was called upon to testify about, he said that although they "touched upon military fense. questions, they primarily con-cerned military events," and

in Washington.

Vietnamese at a very great how he had served Presidents

cles and new senior personnel" Figs invasion and the Cuben

#### Manner Is Assured

Mr. Bundy gave his testi-mony under direct examination by Charles R. Nesson, a defense lawyer, in a calm and assured manner. He will be 53 years old at the end of this month. He is a slightly bald, plump man who wears steel-rimmed eyeglasses and who testified today in a two-button blue suit that bulged somewhat at the middle.

At first, he spoke with his hands clasped before him, but later he leaned back in the witness chair and faced the jury, somewhat like a lecturer in a classroom.

There had been some dissension among defense aides over calling Mr. Bundy because some of them did not want to associate their cause with a As for the two volumes of man they considered one of the

After taking the stand, Mr. and Bundy detailed his expertise as that the information in them a national security and foreign would be known to the North policy expert. He told the jury stried speed."

The provided speed in the two documents "lost importance simply because there was a change in Presidential Adminiterer would be new property.

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missile crisis; there was the Vienna summit conference, and there was Laos; there was the Glassboro summit conference following the Israeli-Arab sixday war, and there was not only the war in Vietnam but also the "distraction" in the Dominican Republic in 1965.

He did not, however, men-tion the Gulf of Tonkin incident nor that he had helped to write the Gulf of Tonkin resolution.

### Close to President

He told the jurors that his office in the White House had been close to the President's, in the basement beneath the Oval Office, and he told them, too, about the weekly Tuesday lunches he attended on the "second floor of the mansion" with President Johnson and Secretary of State Dean Rusk and Robert S. McNamara, the

Defense Secretary.

He laughed depreciatingly when Mr. Nesson asked him if he had attended what has become known in the Government as "the meeting of the wise men" in March, 1968, after he had left the Government service. The meeting was called to discuss whether American troops in Vietnam should be

increased.
"In modesty, I can't think of it that way, but I've seen it [the meeting] called that," he answered with a smile.

Before Mr. Bundy started to testify, Samuel A. Adams, a Central Intelligence Agency Analyst, the third defense witness,

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# Peking's C.I.A. Prisoner

## John Thomas Downey

#### By LAWRENCE FELLOWS

Special to The New York Times

NEW BRITAIN, Conn., March 9—When John Thomas Downey moved to New Britain as a young boy, one of his closest friends was Thomas J. Meskill, now the Governor of Connecticut.

Jack Downey had only started a career in the Central Intelligence Agency when

tral Intelligence Agency when
he was shot
down in 1952
over China,
allegedly on a
mission to drop
supplies to anti-

Communist forces there. Now 42 years old, he has been imprisoned in China ever since, more than half his life.

When his 75-year-old

When his 75-year-old mother, Mary Downey, suffered a stroke Wednesday night and lapsed into unconsciousness, Governor Meskill urged the White House to seek Mr. Downey's quick release.

After a personal plea by President Nixon to Premier Chou En-lai, it was announced that Mr. Downey would be released on Monday.

For Governor Meskill there was no question of waiting to take credit for the effort. By the time the news broke today, he was away on vacation

tion.

"We were real good friends," he said by tele-

The Meskills lived at 27 Connecticut Avenue, and the Downeys at 57 Connecticut Avenue. When Tom Meskill was sick or on vacation, Jack Downey took over his newspaper route. When the Downeys went to their summer place at Norwood Beach, Tom Meskill often went to visit.

They played ball together, but eventually in different leagues. Tom Meskill was a solidly built young man, but small. He went to New Britain High School and then to Trinity College. Jack Downey went to the Choate School and then to Yale, and wound up as a defensive tackle and a member of the heavyweight wrestling team. Yet he had the makings of an intellectual.

Governor Meskill said today: "He was a tremendous reader. He would read anything that was published." After the Korean war broke out, Mr. Meskill went

After the Korean war broke out, Mr. Meskill went into the Army. He knew only that Jack Downey had gone into Government service, and never knew he had joined the C.I.A. Mr. Meskill was serving in Alaska when he heard that Mr. Downey had been shot down. He believed, like everyone else, that he was dead until the Chinese said almost two years later that he had been caught and imprisoned for life.

Mr. Downey's mother made three trips to China to visit her son. His brother, William, a lawyer in Manhattan, made the trip with her once.

President Nixon telephoned William Downey at his mother's bedside this afternoon to inform him that the Chinese had promised to release John Downey on Monday. Their mother is still in a coma most of the time. On the instructions of her physician, Dr. Raúl López, she has not been told that her son is being released.

son is being released.

When she suffered the stroke Wednesday night, Governor Meskill was given the news by telephone from J. Brian Gaffney, the Republican state chairman and another close friend from New Britain.

The Governor phoned the White House and the State Department that night, leaving his request with staff members that a special plea be made on John Downey's behalf. On Thursday morning, he spoke again with the White House.

"Weare all very grateful to President Nixon for his efforts and to Chinese Premier Chou En-lai for his compassion in releasing John on learning of his mother's critical illness," Governor Meskill said in a statement issued by his office.

"I ask everyone to join in prayers for her recovery," the statement said.

A hospital bulletin this afternoon said Mrs. Downey's condition has "deteriorated somewhat" and was still critical.

HS/HC-950

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THE NEW YORK TIMES, SATURDAY, MARCH 10, 1973

# China to Free Downey of the C.I.A. Monday

# Mother Critically Ill —2 Pilots Also Are Due for Release

By United Press International

WASHINGTON, March 9— The White House announced today that the last three Americans held prisoner in China would be set free next week, one of them at the personal request of President Nixon to Premier Chou En-lai.

The press secretary, Ronald L. Ziegler, said Mr. Chou had agreed to commute the sentence of John T. Downey of the United States Central Intelligence Agency and allow him to leave China on Monday. Mr. Nixon had sent word that Mr. Downey's mother was critically fill in New Britain, Conn.

Gov. Thomas J. Meskill of Connecticut had asked Mr. Nixon to intercede on Mr. Downey's behalf.

The White House also announced that two American pilots, Maj. Philip E. Smith of the Air Force and Lieut. Comdr. Robert J. Flynn, would be freed Thursday. They were captured in 1965 and 1967 when they strayed over China during raids on North Vietnam.

Mr. Downey, 42 years old, has been imprisoned by the chinese since 1952. His mother is hospitalized with a stroke at New Britain, Conn., near her.

Continued on Page 10, Column 6



United Press International

John T. Downey, right, being visited in a Peking prison in 1971 by his mother, Mrs. Mary Downey of New Britain, Conn., and his brother, William.

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HS/HC- 910

## CHINA IS FREEING DOWNEY OF C.I.A

Continued From Page 1, Col. 1

by Chinese authorities Monday Hartford home.

Mr. Downey will be set free at the Hong Kong border. Richard Fecteau of Lynn, Mass., captured along with Mr. Downey in 1952, was sentenced to 20 years in prison and re-leased last Dec. 12 after having served most of his sentence.

In his announcement, Mr.

Ziegler said:
"The White House learned on Wednesday evening of the illness of John Downey's mother, and the President asked that this be communicated to Prime Minister Chou En-lai on his behalf, calling to the attention of the Prime Minister the facts of Mr. Downey's received until China announced

mother's illness.
"The Government of the People's Republic of China has informed the President that it has decided to commute John Downey's term and release him on March the 12th.

The Government of the in November, 1954, that Mr. Downey had been sentenced to life imprisonment on espionage charges.

During his years in prison in Peking, Mr. Downey was visited by members to be a constant. on March the 12th.

on March the 12th.

"The Government of the People's Republic of China will release Mr. Downey, following the decision to commute his At a news conference on Ian

the decision to commute his term, at the border between the People's Republic of China and Hong Kong, as I said, on March the 12th.

"At the same time, the Government of the People's Republic of China, and in the same communication, has informed the President and the United States that they will release Lieut. Comdr. Robert J. Flynn of the U. S. Navy and Maj. Philip E. Smith of the U. S. Air Force, who have been held in the People's Republic of China over the past years, on the 15th of March.

To five years.

At a news conference on Jan, 31, Mr. Nixon said Mr. Downey's release was more difficult to obtain than the two other prisoners because Mr. Downey had been a C.I.A. agent. It was the first time that the United States had admitted that Mr. Downey was a spy. On Feb. 22, after his return from China, Mr. Kissinger announced the two countries would establish "liaison offices" in each other's capitals and that "as a sign of goodwill," the Chinese had said they would release the two flyers.

in his briefing here following raid.
his return from the People's Republic of China that they had indicated that Mr. Flynn and Mr. Smith would be reafter a bombing flight from the leased during the 60-day period of the Indochina agreement.

"President Nixon wants to express his personal appreciation to the Government of the People's Republic of China for this action."

Mr. Downey and Mr. Fecteau disappeared on a plane in 1952

during the Korean war.

THE NEW YORK TIMES, SATURDAY, MARCH 10, 19

China over the past years, on the 15th of March.

"As you recall, Dr. Henry A. Kissinger mentioned to you have briefing here following briefly the past years, on release the two flyers.

Major Smith, 38, was shot down over China on Sept. 20, 1965, while on a Vietnam air

after a bombing flight from the

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PAGE 2

# Misled on Ellsberg Trial, CIA Aide Says

LOS ANGELES (UPI) — A CIA analyst charged yesterday that his superiors lied to him to prevent him from testifying on behalf of Daniel Ellsberg in the Pentagon Papers trial.

"There was a definite attempt by the government to keep me from testifying in this court," said Samuel A. Adams.

Adams, a specialist on Communist troop strength, motivation and morale in Vietnam from 1966 to 1972, was called as a defense witness to offset two Army generals' testimony that material in the Pentagon Papers would have aided the enemy.

Ellsberg and Anthony Russo are charged wit hespionage, theft and conspiracy.

Adams has said that when he read a newspaper account of the testimony by the prosecution's generals, he wrote his superiors that the figures on Communist troop strength cited by the Army were wrong.

The CIA analyst has testified the Army fabricated reports showing the Communist force at only half its real strength because of "political pressures," including the necessity to back up optimistic forecasts that the United States was winning the war.

Adams said he told his superiors in January that his reports should be brought to the attention of the Justice De-

partment, and he offered to testify for the defense. He testified his superiors told him that his memos on the subject had been submitted to the trial judge.

It was not until Feb. 17 that he learned that the material had not been turned over to the judge, Adams testified. Adams said he told a defense consultant that "I thought I had been lied to. I said I thought I had been had."

### Joseph Alsop

# Analyzing the CIA's Analysts

Unwittingly, the country has just been given a prime sample of the garbage that people like Daniel Ellsberg have been peddling as historical truth. The garbage sample also shows why President Nixon has put in James Schlesinger Jr. as director of the Central Intelligence Agency, to effect a forceful clean-out in some areas.

The particular pail of garbage served up at Ellsberg's trial was the testimony of Samuel Adams, an ex-CIA analyst and estimater. Adams darkly testified that in 1968, "there were political pressures from the military to display the enemy as weaker than he actually was." Normally, one must add, nothing could be more stale than an old row about just how many North Vietnamese and Vietcong troops were in the field in 1968.

This particular old row is worth examining, however, because it tells such a lot about what may be called the Ellsberg-type in government, and also about the operations of a crucial but obscure part of our government. The story begins, then, in late 1965 or early 1966, when President Lyndon Johnson declared, in effect, "Now we're in a guerilla war, I want someone to tell me just how many guerillas there are."

No one in the U.S. government has ever thought of responding to this kind of presidential command with bleak honesty, by saying: "I'm sorry, Mr. President, we just don't know." At that time, of course, no one did know, for at that time in Vietnam, our forces were not fighting guerillas-which is

were not fighting guerillas—which is now you to 'out how many there are. We were in and fighting the enemy's big units, a necessary first stage.

Nonetheless, an incomparably ridleulous estimating process at once began among the civilian analysts in the CIA, and also among the military analysts in Saigon and the Pentagon. The system, in both cases, was to start with the ideal "table of organization" imposed by Hanoi in the South. This indicated the numbers of guerillas Hanoi regarded as desirable at every level, regarded as desirable at every level hamler village, district and finally prov-

With some difficulty, the numbers of With some difficulty, the numbers of hamlets, villages and districts in South Victnam were ascertained. Multiplications were then made, on the basis of the ideal table of organization. The military analysts' result was 180,000 guerillas. The CIA result was 300,000 guerillas. This was because the CIA analysts, anti-war and anti-military, too, insisted upon including a hugo number for the almost purely imaginary "secret self defense forces."

The first sequel was one of the most Indicrous bureaueratic wars in the of-

Indicrous burcaucratic wars in the of-ten-ludicrous history of the intelli-gence burcaucracy. Meetings were held on both sides of the Pacific, as Adams indicated at the Elisberg trial. Charges were hurled at the military by the civilians, and vice versa. Apparently, Adams participated. So did one of the men CIA director Schlesinger has now brought into the agency from outside, Maj. Gen. Daniel Graham—but Graham was on the side of comparative common sense.

use One has to "comparative," because of the second sequel. After the Tet offensive in 1968, the task of fighting guerillas was belatedly taken in hand in Vietnam. It soon became apparent that the number of guerillas had been enormously exaggerated. This was shown in other ways, too, such as the heavy, steadily increasing use of North Vietnamese replacements at all levels in the Vietcong military apparatus. North Vietnamese would never have been used in this manner, if southerners had been ob-

tainable.

By agreement, therefore, the CIA and the army quietly reduced the guerilla total on the official "order of battle" to only 60,000 men. Thus the military analysis had been wrong by a factor of three, and the CIA analysis had been wrong by a factor of five. It is at least better to be wrong by three instead of five-which is why the Adams testimony is garbage.

The foregoing, one must add, was only one of the passionate errors that the CIA analysts produced in the Vietnamese war. Another specimen was the famous estimate that Hanoi was putting only minimal supplies through the Cambodian port of Sihanoukville. This estimate was later shown to be wholly false by the CIA itself.

These errors resulted, in turn, from a peculiar historical bias. Here con-sider the former colleagues of Samuel Adams, who were obstinately wrong about the Soviet re-invasion of Hungary, about the Soviet missiles in Cuba, and about the Soviet invasion of Czechoslovakia—all, presumably, because they did not wish to believe that such dreadful things could happen. It can be seen, then, why CIA Director Schlesinger has been given a job to do.

@ 1973, Los Angeles Times



ST. LOUIS—Although middle-class Nixon voters still rank the President well above the Democratic-controlled Congress, they are so suspicious of one-man rule that they prefer congressional, not presidential, control over federal spending.

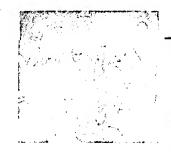
That conclusion, obtained from daylong interviewing here helped by Oliver Quayles polling organization, ought to temper White House contidence—often mixed with arrogance—that Mr. Nixon has cornered the people's loyalties. Indeed, suspicions here about an overpowerful Executive are a warning in the night from the Nixon constituency.

constituency.

Typical is a 35-year-old dental technician, nominally a Democrat, who voted for Mr. Nixon and is inclined to stay Republican in 1976. She thinks the President does a much better job than Congress and supports Nixon cutbacks in social services. Yet, she wants Congress to control the pursostrings, not Mr. Nixon, because "it's putting too much responsibility on one man. It would be like a dictatorship."

Such concern was expressed repeat-

Such concern was expressed repeatedly in two middle-income precincts—one on the city's south side, the other



Rowland Evans and Robe

## Nixon and A St. Loui

in suburban St. Ferdinand township—which have proved good Missouri voting barometers. The 53 registered voting barometers. The 53 registered voters interviewed by us and Quayle politakers Lee Brandon and Helen Thomas mirrored last fall's outcome in the two precinets, with 31 for President Nixon, 18 for Sen. George McGovern and 4 not voting for president.

Although a majority consider themselves Democrats, they are not disaffected with their Republican President. They give Mr. Nixon a handsome 66 per cent job approval, compared with an anemic 37 per cent for Congress. Out of a maximum 100 on Quayle's scale measuring public trust

Quayle's scale measuring public trust both the President (70) and Congress (66) ranked high above Sen. Edward M. Kennedy's 42.

Kennedy's 42.

Moreover, in trial heats, Kennedy runs behind both Vice President Spiro T. Agnew and John B. Connally by Identical counts of 25 to 20 (with 8 undecided). Only four voters considered poverty an important issue, and most backed Mr. Nixon holding down spending for the poor. Crime and narcotics, not the most comfortable issue for Democrats, was considered the most important.

## LETTERS TO THE EDITOR: Saving Gas... Stand

20 Miles Per Gallon

Resources depletion, fuel shortages

who "followed the lawful course" and became conscientious objectors. As

'Drug Use in Suburbia'

As I read more and more articles

# CIA Analyst Says U.S. Tried To Still Him

By Sanford J. Ungar Washington Post Staff Writer

LOS ANGELES, March 8-) memoranda he had written on An analyst for the Central In-the "order of battle" to the telligence Agency charged under oath today that there had been "a definite attempt The intelligence analyst on the part of the government to prevent me from testifying" as a witness in the Pentagon Papers trial.

Samuel A. Adams, who was subpoenaed to testify in defense of Daniel Ellsberg and Anthony J. Russo Jr., said that his superiors at the CIA lied" to him in an effort to dissuade him from appearing in federal court here.

After learning of dealings between the Justice Department prosecutors in this case and an assistant CIA general counsel, Adams told the jury,

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Adams Charge the ci

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The unusual testimony was the first inkling the jury has the judge. had of defense allegations that the prosecution in this case has "suppressed" evidence and tried to "silence" Adams as a mitted from Nissen through the Institute Department the

Matt Byrne Jr. prohibited Ad-ams from discussing some as-and so there would be no pects of the situation—includ-need for the Adams testimony ing matters that have previously occurred in court out of the presence of the jury-but admitted the testimony on the narrow issue of whether Adams is "blased or prejudiced" the court himself.

marrow issue of whether Adams has held that years that was the thrust of his was an Feb. 17, when talking with Morton H. Halperin, a former Defense Department official who is a consultant to the defense attorneys extended cross-examination of Adams today.

Nissen's questions were apparently aimed at portraying the intelligence analyst as a chronic complainer within the CIA, who once accused top military officials of being in a "conspiracy to fabricate data on Vietnamese Communist troop strength.

Adams has held that view for several years now, and that was the thrust of his

for several years now, and that was the thrust of his original testimony for Ells-

paper reports of testimony to but that Hawkins on arrival the contrary from a prosecution witness, Lt. Gen. William to cooperate with defense at C. DePuy, Adams urged his specifors to send internal CIA missed from the subpoena.

Justice Department for trans-

The intelligence analyst felt that he had evidence which might tend to establish the innocense of the defendants —namely, that U.S. military officials had intentionally un-derestimated the opposing forces in Vietnam in order to create "the impression that there was light at the end of the tunnel."

e tunner. Questioned by the judge is afternoon, Adams said this afternoon, Adams said he was "advised by assistant CIA General Counsel John K. Greaney that his mem-randa had been submitted to counsel, Adams told the jury, the came to the conclusion that "I had been had." that they had not at the time that they musual testimony was actually been turned over to

Greaney told Adams in a written memo on Feb. 9 that ried to "silence" Adams as a litness.

U.S. District Court Judge W. Judge had decided the manufactured from the Justice Department, the judge had decided the manufactured from the manufacture of the manu here.

On the basis of that advisory, Adams said today, he decided to "desist" from his efforts to bring the evience before

Adams has now been on the witness stand for three days, far longer than originally anticipated, and this has debutions."

the time, Adams testified, they would have been "virtually useless" if they had fallen into the hands of a foreign nation's intelligence apparatus of the subsection of the su when he first read news tion of the "order of battle" paper reports of testimony to but that Hawkins on arrival



Going through the motions of a draft draw symbolic than real are Vicky Ross, a student

# Big Campaig As Onus on t

By George Lardner Jr. Washington Post Staff Writer

Big contributors to political campaigns may think they're buying special treatment, but and drive him often they're buying little few precious more than the candidate's re- big contribute sentment, members of a Senate subcommittee agreed yesterday.

The senators took comfort from colleague George Mc-Govern's assertion that, while ne might not have made every-thing perfectly clear in his this "absolut campaign for the presidency last year, he did demonstrate he'd like to. that even a national campaign can be financed" almost en- to "small contri-

original testimony for Ellsberg and Russo—that some of anticipated, and this has destroy-secret documents which layed the testimony of McGeorge Bundy, who was national security adviser to the Utah) said some politicians the "less being inaccurate and the documents being "dated" at the time, Adams testified, and this has destroyed the testimony of McGeorge Bundy, who was national security adviser to the Utah) said some politicians may be able to stand it, but indignities of kowtowing to big contributors with special receptions and private to be good and the documents being "dated" at the defense had the time, Adams testified, today that the defense had the time, Adams testified, submognated a recently retired to the more any to the formulation. put a limit on the money any-

one can donate to a candidate.
"It's a matter of personal pride and self-respect," Pastore declared at a beauty and \$168,250 lines tore declared at a beauty and \$168,250 lines are declared at a beauty and a second and a second are declared at a second and a second are declared at a second and a second are declared at a second at a second are declared at a second a tore declared at a hearing of ner's generalis Senate Communications paign. Subcommittee on a new cam-paign financing bill. "I'm al-ways embarrassed and humiliated to have to do these things."

to a heavy contributor in the per cent o

unattractive ! tional politics

"When I w tial candidate very disheart ess, he said. date far less

to devote to Cole estin than half his American pe

The hearl which would

McGovern committee flat and limit on utions.

HS/HC-PS/Ged For Release 2001/06/09: CIA-RDP84-00499R001 Moss said that when camous process of the country of t VA Chief Defends

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No one in the U.S. government has ever thought of responding to this kind of presidential command with bleak honesty, by saying: "I'm sorry, Mr. President, we just don't know." At that time, of course, no one did know, for at that time in Vietnam, our forces were not fighting guerillas-which is how you find out how many there are. We were instead fighting the enemy's big units, a necessary first stage.

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With some difficulty, the numbers of hamlets, villages and districts in South Vietnam were ascertained. Multiplications were then made, on the basis of

military analysts' result was 180,000 guerillas. The CIA result was 300,000 guerillas. This was because the CIA analysts, anti-war and anti-military, too, insisted upon including a huge number for the almost purely imaginary "secret self defense forces."

The first sequel was one of the most ludicrous bureaucratic wars in the often-ludicrous history of the intelli-gence bureaucracy. Meetings were held on both sides of the Pacific, as Adams indicated at the Ellsberg trial. Charges were hurled at the military by the civilians, and vice versa. Apparently, Adams participated. So did one of the men CIA director Schlesinger has now brought into the agency from outside, Maj. Gen. Daniel Grahambut Graham was on the side of comparative common sense.

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HS/HC-910

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# Washington Whispers

[Items appearing on this page are being talked about in Washington or other news centers]

## A Stiff New Broom at CIA

The Central Intelligence Agency is losing some of its scope in the quiet but significant reorganization of U.S. spy networks now in progress. Knowledgeable sources report that in areas where there is duplication of effort, James R. Schlesinger, the new CIA Director, is turning the job over to the military services and the Pentagon's Defense Intelligence Agency, not to his own civilian agency.

13

### BALTIMORE SUN

### 9 MAR 1973

# "U.S. said to try to stop witness

Los Angeles (A)—A Central Intelligence Agency analyst told jurors at the Pentagon papers trial yesterday he believes the government tried to stop him from testifying in defense of Daniel Ellsberg and Anthony J. Russo. Jr.

Anthony J. Russo, Jr.

A heated legal dispute about that testimony and about government efforts to portray the witness as a chronic complainer delayed the start of scheduled testimony by McGeorge Bundy, a presidential aide in the Kennedy and Johnson administrations.

The accusations made by Samuel A. Adams, a CIA analyst, raised issues that attorneys said may prolong his testimony through much of today's session, delaying Mr. Bundy's appearance until late today or early next week.

today or early next week.
"I thought that I had been had," Mr. Adams told jurors, "and that there had been a definite attempt by the government to keep me from testifying in this court."

## The Washington Merry-Co-Round

By Jack Anderson

### Black September

The Central Intelligence Agency has put together some fascinating facts about the Black September terrorists, which may explain why they stormed into the Saudi Arabian Embassy in Khartoum to commit their latest atrocity.

Apparently, the terrorists hoped to shock the world and intelligence reports of al-Faembarrass the Saudis in the tah's involvement in the Black process by taking over their September attack upon Wafsi York, R. G. Bateson, associate embassy and executing three of their distinguished guests, the King and his family were that the allegations in the including American Ambassa- equally targets of Fatah assas- column "are completely inacdor Cleo Noel Jr. Here is the sin plans." background from secret CIA reports, which have been send a representative to Jor- and Hunt or any so-called 'Misshown to us:

ist arm of al-Fatah.

embittered fedayeen were recruited whose main mission had been filling Faisal with was to "get" King Hussein, stories of Jordanian brutality Originally, claims a secret against CIA report, "Fatah's assassination plans (were) aimed solely at Jordanian ministers, Army officers and members of the but he increasingly became Royal Hashemite family.

The Black September terrorists struck first at Wafsi Tell, the late Jordanian Premier, who was gunned down in Cairo in November, 1971. This happened at a time when Saudi Arabia's King Faisal was trying to negotiate an accord between Jordan and al-Fatah. The King was worried, ITT Denies Connection according to a secret report, "about the complete takeover of fedayeen leadership by radical extremists." He saw this as the "tragic inevitable outcome if Jordan continued to exclude the fedayeen wholly from any separate existence."

King Hussein, however, had Thursday. Tell. These reports "indicated general counsel of ITT, said

He asked King Faisal to dan "to be informed in detail sion Impossible team.' There The Black September move- of the evidence of Fatah's in- is no link between ITT and ment, named for the month of volvement." Faisal countered any of the Watergate defend-September, 1970, when King by inviting Hussein to send a ants, or break-ins of the Hussein started his successful representative to Saudi Aradrive to crush the Palestinians bia. Jordanian Ambassador diplomat's residences," Batein Jordan, began as the terror- Shanquiti was immediately

dispatched to Riyadh to pre-A few hundred hardened, sent the evidence to Faisal.

> The fedayeen, meanwhile, al-Fatah.

For a time King Faisal didn't know whom to believe, convinced that al-Fatah had been taken over by radicals. In the end, Faisal wound up in Hussein's corner. This is the reason, according to the CIA. that the Black September terrorists have now against the Saudis.

@ 1972, United Feature Syndicate .

# With Watergate Figure

International Telephone and Telegraph Corp. yesterday denied that it had any connection with any of the Watergate defendants as was alleged in a column by Jack Anderson

In a statement from New curate and untrue,"

"ITT never hired E. How-

# CIA Analyst Says U.S. Tried To Still I

By Sanford J. Ungar Washington Post Staff Writer

LOS ANGELES, March 8-An analyst for the Central Intelligence Agency charged under oath today that there had been "a definite attempt on the part of the government to prevent me from testifying" as a witness in the Pentagon Papers trial.

Samuel A. Adams, who was subpoenacd to testify in defense of Daniel Ellsberg and Anthony J. Russo Jr., said that his superiors at the CIA "lied" to him in an effort to dissuade him from appearing in federal court here.

After learning of dealings between the Justice Department prosecutors in this case and an assistant CIA general counsel, Adams told the jury, he came to the conclusion that "I had been had."

The unusual testimony was the first inkling the jury has had of defense allegations that the prosecution in this case has "suppressed" evidence and tried to "silence" Adams as a witness.

U.S. District Court Judge W. Matt Byrne Jr. prohibited A4ams from discussing some aspects of the situation-including matters that have previously occurred in court out of the presence of the jury-but admitted the testimony on the narrow issue of whether Adams is "biased or prejudiced"! against either side in the case.

That was the impression which chief prosecutor David R. Nissen sought to give during extended cross-examination of Adams today.

Nissen's questions were apparently aimed at portraying the intelligence analyst as a chronic complainer within the CIA, who once accused top military officials of being in a "conspiracy" to fabricate data on Vietnamese Communist troop strength.

that was the thrust of his to bring the evience before origin: Approved For Release 2001/06/09 CIA-RDP84-00499 herg and Russo—that some of It was on Feb. 17, when

they duplicated in 1969 con-: tained falsified statistics on the "enemy order of battle."

As a result of those statistics being inaccurate and the documents being "dated" at the time, Adams testified, they would have been "virtually useless" if they had fallen into the hands of a foreign nation's intelligence apparatus.

When he first read newspaper reports of testimony to the contrary from a prosecution witness, Lt. Gen. William G. DePuy, Adams urged his superiors to send Internal CIA memoranda he had written on the "order of battle" to the Justice Department for transmission to the court here.

The intelligence analyst felt that he had evidence which might tend to establish the innocence of the defendants -namely, that U.S. military officials had intentionally underestimated the opposing forces in Vietnam in order to create "the impression that there was light at the end of the tunnel."

Questioned by the judge this afternoon, Adams said he was "advised by assistant CIA General Counsel John K. Greaney that his memranda had been submitted to the court, only to learn later that they had not at the time actually been turned over to the judge.

Greancy told Adams in a written memo on Feb. 9 that, according to a message transmitted from Nissen through the Justice Department, the judge had decided the material was not "exculpatory" and so there would be no need for the Adams testimony here.

On the basis of that advisory, Adams has held that view | Adams said today, he decided for several years now, and to "desist" from his efforts

the top-secret documents which! |talking with Morton H. Halperin, a former Defense Department official who is a consultant to the defense attorneys here, that Adams learned this information was "inaccurate," he testified today.

The prosecution has denied that it made any attempt to suppress Adams' evidence, and Greaney—in an affidavit submitted to the court two weeks ago-said the allegation that he sought to persuade the CIA analyst not to testify was "absolutely false."

Adams has now been on the witness stand for three days, far longer than originally anticipated, and this has delayed the testimony of Mc-George Bundy, who was national security adviser to the late Presidents Kennedy and Johnson and is now president of the Ford Foundation.

It was also revealed in court today that the defense had subpoenaed a recently retired Army colonel, Gaines Hawkins, of West Point, Mississippi, to corroborate Adams' testimony on the alleged fabrication of the "order of battle" but that Hawkins on arrival in Los Angeles had declined to cooperate with defense attorneys and had been dismissed from the subpoena.

### WASHIEGTON STAR

9 MAR 1973

## China Prisoner's Freedom Sought, Mother Ailing

Efforts are under way to secure the immediate release from Communist China of CIA agent John T. Downey because his motehr is in critical condition following a stroke.

Downcy, 42, has been imprisoned since his plane was shot down over China in 1952.

The White House reported that Henry A. Kissinger, President Nixon's national security adviser, had a lengthy telephone conversation yesterday with Downey's brother, William, in New Britain, Conn., principally to discuss the mothers's condition.

While the Kissinger call indicated the White House is taking a direct interest in the matter, Deputy Press Secretary Gerald L. Warren said only, "It would serve no purpose to comment further at

this time."

Kissinger said following his recent talks in Peking that there were indications the Chinese might be nearly ready to release Downey, who originally was sentenced to life imprisonment for spying. The Chinese commuted his sen-tence in December 1971 to five more years.

# CIA Analysis Attacked at 'Papers' Trial

By Sanford J. Ungar Washington Post Staff Writer

LOS ANGELES, March 7 -A Justice Department prosecu- who should be included in calfor sought today to discredit culations of the "enemy order including directions from rank- uments could have endangered the Central Intelligence Agency's method of estimating the number of Communist forces sen, Adams acknowledged toinumber of Communation

Pentagon Papers trial, sugpopulation" of South Vietnam subject. might have to be counted there.

· Nissen was cross-examining in federal court here Tucsday that American military offi-make the other side appear cials in Vietnam had issued re-weaker than it was. duced estimates of the opposin the late 1960s.

and Anthony J. Russo Jr., Ad-candid."

ams has been at the center of | He testified that there were, rate, this would lend credibility an internal government con- "peculiar" aspects to the way to government witnesses who troversy for several years over the figures were arrived at, said that disclosure of the docof battle" in Vietnam.

Under questioning by Nisday that the ClA's responsibil-David R. Nissen, the chief ity in the area was "cloudy," government attorney in the while the U.S. Military Assistance Command in Vietnam gested that if CIA guidelines (MACV) had a clear mandate were followed, "the entire to file monthly reports on the

But the intelligence analyst among the Communist troops stood by his earlier testimony that MACV removed Nissen was cross-examining "components" of the Commu-Samuel A. Adams, a CIA intelnist forces, including "self-deligence analyst who testified fense" fighters, from its "order of hattle" in order to

Because it was based on the ing forces while they were actually increasing in numbers the "National Intelligence es-MACV statistics, Adams said, timate" for 1967-from which Subpoenaed as a defense American policy in Victnam witness for Daniel Ellsberg was evolved—was "less than

ing officers to use deliberately the U.S. "national defense." low estimates of some parts of the Communist forces.

iculed the Army's method of foreign nations. deciding who should be included in the statistics.

No Communist units was en- fensive. tered in the "order of battle,"

aircraft units that fired on on the CIA figures immedicluded, Adams testified. "The Tet offensive and have done pilots got flak in the air, but so ever since, this didn't fit the criteria," he There was

parently aimed at showing the Jr. discovered that Russo had jury that MACVs standards added "the people" to Adams' and statistics on enemy forces chart of the components in the were more reasonable and re-Victnamese alistic that the higher ones is forces. sued by the CIA, which, after "This case is not being tried

one in this trial, because humorous," but to "flesh out" MACVs "order of battle" statistics are cited in some of the After a conference with his top-secret document dupli-attorney, Leonard I, Weinglass, cated by Ellsberg and Russo Russo apologized. Byrne told in 1969, including a 1968 memo him that "any future such conby Gen. Earle C. Wheeler, duct will be dealt with in a then Chairman of the Joint way other than just a warn-Chiefs of Staff, assessing the ing."

Adams and other defense witnesses contend that the disclo-The CIA researcher also rid-sure was "virtually useless" to

> The irony of the Justice effects of the Communists' of-

If those statistics were accuhe said, unless American or Department's position here in South Victnamese troops ei-support of the MACV figures ther "took a prisoner or cap- is that, according to Adams tured a document" from that and published reports, the White House and National Se-Under that standard, anti-curity Council began relying American planes were not in- ately after the Communists'

There was a blowup in the courtroom when U.S. District Nissen's questions were ap- Court Judge W. Matt Byrne Communist

August 1966, were compiled in a humorous vein," the judge under Adams' direction. scolded Russo. The defendant The point is an important said he was "not trying to be

A 28 Wednesday, March 7, 1973 THE WASHINGTON POST

### Viet Reports Falsified, CIA Analyst Says

By Sanford J. Ungar Washington Post Staff Writer

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Adams said it was his imppression, after attending meetings on the subject in Saigon, Honolulu and at CIA head-quarters in Langley, Va., that this was done in 1968 as "a result of political pressures within the military to display the enemy as weaker than he actually was."

The CIA analyst suggested

The CIA analyst suggested from the witness stand that Gen. Earle C. Wheeler, then chairman of the Joint Chiefs of Staff, and Gen. William C Westmoreland, then commander of MACV, had been involved in the falsification of the statistics.

As a result of the falsification, Adams testified, the dis-

See PAPERS, A10, Col. 4

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The governer of the documents mentioned in the indictment against them is a 1968 assessment by Gen. Wheeler of the affects of the Victnamese Communists' Tet offensive.

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### 2-Term Mayor Of St. Louis Loses Primary

### Quake Aftershock Is Felt in California

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the edge of

E-Back Page THE EVENING STAR and DAILY NEWS Washington, D. C., Wednesday, March 7, 1973

# Figures in Papers On Enemy Derided

New York Times News Service

LOS ANGELES—A Central Intelligence Agency analyst has testified at the Pentagon papers trial that he attended conferences in Saigon, Hawaii and at the agency, in which the military purposely diminished estimates of enemy strength in Vietnam.

The witness, Samuel A. Adams, said yesterday there were "political pressures in the military to display the enemy as weaker than he actually was."

The Adams testimony pertains to a 1968 Joint Chiefs of Staff memo, eight pages of which are among the 20 "top secret-sensitive" documents in this case.

A government witness, Lt. Gen. William G. DePuy, has testified that disclosure of those eight pages damaged the national defense, was of advantage to a foreign nation and could have helped Hanoi during the Vietnam war.

Adams said he believed release of the memoradum, written after the early Tet offensive in 1968, "would be virtually useless" to a foreign nation.

### Off by 160,000

The memorandum gave the enemy order of battle at 240,000 troops, which Adams said "was not the best estimate of how many there were." He said a correct order of battle would have shown at least 400,000 enemy.

Adams, 38, is a Harvard graduate who served as a Navy officer before joining the CIA in March 1973. He told the jury, "I'm a researcher and not a spy, which is why I can come up here and talk."

He said that between October 1965 and April 1972 he worked almost exclusively in the agency doing research on

### Accuracy Debated

He said that at the various conferences the "intelligence community" debated with the military the accuracy of the order of battle estimates.

The analyst said that in view of the damage the enemy inflicted during the 1968 Tet offensive, the Army's official order of battle estimates were "inherently unbelievable" and that "it is my belief the 240,000 figure was purposely low."

He said he based that belief on his own studies, based on information from captured enemy documents, among other things, and "from statements by Gen. Westmoreland, where he said at a news conference in November 1967 that the enemy is running out of men, more specifically out of guerrillas." Gen. William C. Westmoreland was at that time commander of the Army in Vietnam.

### Recalled Reports

Adams said that he had read about Gen. DePuy's testimony in the newspaper and that he had recalled writing reports showing that the general's figures were wrong.

Earlier in the trial, after a battle between the defense and the government. U.S. District.

Judge William Matthew Byrne Jr. ruled that the Adams reports must be turned over to the defense because tney were exculpatory material in relation to espionage charges against the defendants, Daniel Ellsberg and Anthony J. Russo Jr., who also are accused of six counts of theft and one count of conspiracy.

### Viet Reports Falsified, CIA Analyst Says

By Sanford J. Ungar Washington Post Staff Writer

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Anthony J. Russo Jr. of top-se- was in February, 1968—when gence analyst's contacts with cret documents containing the the Wheeler report was writ-Ellsberg's and Russo's attor-

a consultant to Ellsberg, had Adams' testimony was con- "referred to you (Nissen) as because he is the only actual during a conversation in Wash-

The intelligence analyst's He was able to explain on testimony today included rare the basis of personal knowl- and frank public appraisals of edge and experience how in-the comparative quality of telligence gathering and anal-American and Vietnamese ment by Gen. Wheeler of the ysis works, while previous wit- Communist intelligence opera-

He said that the Communists' intelligence was "excel-A direct descendant of John lent" and that at one point earlier in the trial, said the Adams, the second president they "got copies of early "order of battle" was one of of the United States, he pro-drafts" of a joint American-the most sensitive items in vided a brief chronicle of his South Vietnamese military opcareer at the CIA, where he eration "before our own com-

> the Vietcong. He said he issied, U.S. intelligence in Vietstudy main was "bad."

HS/HC- 910

Tuesday, March 6, 1973

### CIA to Stop Giving Aid to Local Police

The Central Intelligence gency has agreed with the airman of the House Comlttee on Government Operaons to drop its technical asstance to local police agen-» except in "compelling cirmstances."

Chairman Chet Holifield (D-Mif.) made the CIA's decim public yesterday.

CIA assistance to about a gen local police agencies; ross the nation included pecialized training in street rveillance" to Montgomery bunty police and training for strict and Fairfax police.

Police from Arlington and exandria attended a demonration at CIA headquarters McLean of a substance used the detecting whether a per-n has handled a metal obst, such as a gun.

Holifield urged CIA Direcr James R. Schlesinger Jr. to scontinue CIA training of sal police because the prace could create problems in th training intelligence ency resources and involvg the CIA in "domestic-type tivities contrary to the agen's basic mission."

"Compelling circumstances" ider which the training puld be allowed might inade investigations of interitional crime and drug trafking, a spokesman for the pvernment Operations Com-

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## on the Trail of a Book About

By Jack Anderson

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T ME WARM

at the Central Intelligence had a messenger waiting for cident, the CIA went to court again in 1974 and for presi-Agency are trying to get an them at the bookstore. We can to block a book by one of its dent in 1976. advance copy of a book which provide the CIA, however, former employees, Victor Maris highly critical of the CIA's with some of the highlights: "dirty tricks department."

The author, ex-Air Force CIA Secrets Col. L. Fletcher Prouty, was the Pentagon support officer trained agents in the Maine press Prouty's book, a spokesfor the ClA over a nine-year woods because of the similar man said: "There are no plans period. He did everything ity to the Russian fir forests. whatsoever to do anything from supplying them with Then it flew them to Norway about the book."

Aluminum Company of America. In 1971, Alcoa didn't pay about the book." James Bond weapons to ship-where they were hopped into ping three dozen lobsters to Russia on a light pontooned Headlines, Footnotes a CIA bigwig. And he has plane which landed on a hid-written a book about it, "The den lake. Secret Team."

by providing a copy of the galleys.

Here is a partial transcript:
"Do you represent others?"

asked Prouty.

"I can tell you who wants gate scandal) this," confided the emissary. CIA.

but the deal fell through.

Prouty refused to turn over Prouty. The cloak-and-dagger boys the galleys to the CIA, which

To get the unedited galleys, aged to keep out of the Pen-consider his confinement to a the CIA library approached tagon Papers almost all men wheelchair as an obstacle to the distinguished Sidney tion of its assassination and his presidential ambitions but ests to avoid most of their in-Kramer bookstore only a few other "dirty tricks" oper-rather looked upon himself as come tax. The rest of the taxblocks from the White House, ations in South Victnam, al a poor man's Franklin D. A representative of the book-leges Prouty. Instead, the CIA Roosevelt. He pointed out to up what Alcoa was excused store immediately called larded the Papers with ex-subordinates that FDR had from paying. Harris' Tax Ac-

"They are?"

rein on covert CIA military campaigns. He plans, theregoing to present them with a legislation of the copy the day before yesterwent of the copy the day before yesterwent of the copy the day before yesterwent of the copy the said the representative, and the Pentagon suppressed to make personal how to brush your teeth.

Approved For Release 2001/06/09: CIA-RDP84-00499R001000110004-0 © 1973, United Feature Syndicate

chetti. But Prouty was never

Wistful Wallace-We reported last July that Alabama's • The CIA skillfully man-Gov. George Wallace didn't tax dodge because of the min-Prouty and suggested he could amples of how good its in-"help the sale" of the book telligence proved to be. paigns from a wheelchair. But lligence proved to be.

In 1959, one of CIA Chief the wheelchair has slowed Allen Dulles' spy planes al- Wallace down and has raised But Prouty had been in inlegedly was shot down over that he remains a creditable reasy touch. He agreed to meet tured, questioned by Soviet candidate. As a result, the Museument and Russia, the case touch the remains a creditable remains with the Kramer represent intelligence and later quietly campaign cash has stopped Management and Budget, has ative and their secretly re-returned to the United States, flowing in. In 1968, Wallace issued a memo directing governed their conversation. (They were debriefed after raised a staggering \$9 million erment agencies to stop their return, by, among others, in \$1, \$5 and \$10 bills. After making so many foolish films James McCord, a former CIA he wound up in a wheelchair, man convicted in the Water-however, he collected less gate scandal) that the would up in a wheelchair, making so many foolish films and tapes. The instructions went out after Rep. Barry gate scandal) that \$2 million in 1972. He Goldwater Jr. (R-Calif.) disthis," confided the emissary.

•Even though the late Presinow desperately needs money covered that the government to pay old campaign bills and was wasting millions on duction.

CIA."

General the constant to pay old campaign bills and was wasting millions on duction.

them get away with it, says, ers. He wants to fill his camrouty. paign chest with enough Footnote: In an earlier in-money to run for governor

Tax Dodge Award-Out of his exhaustive research on tax on the CIA payroll. When we inequities, ex-Sen. Fred Har-• The CIA, Prouty charges, tempt would be made to supa tax avoider of the week. This week's award goes to the Aluminum Company of Amera penny on profits of \$50,199,-000, Harris charges. Other corporations paid a corporate tax of 48 per cent. Alcoa was able eral depletion allowance, which permits mining intertion Campaign plans to picket and pamphlet the major tax avoiders every week up to In-

# New CIA Chief Seeks Closer Rein on U.S. Espionage Community

## CIA's Schlesinger Begins Streamlining Operations

By Thomas O'Toole Washington Post Staff Writer

The new director of the Central Intelligence Agency has begun the long-promised reorganization of the vast U.S. intelligence community with an eye toward streamlining his own agency and bringing military intelligence under closer civilian control.

At the peak of the Vietnam war, the U.S. intelligence community employed 150,000 persons and spent \$6 billion a year, a growth that led to duplication, interagency bickering and jurisdictional jealousies that horrified President Nixon.

In his first month as director, James R. Schlesinger has moved three choices of his own into top jobs at the CIA, forced out two mem-

bers of the old guard and set about the task of bringing under CIA control the three other federal services that with the CIA make up the bulk of the U.S. intelligence network.

This description of Schlesinger's first month as CIA director came from an authoritative source, who said that Schlesinger is acting on the personal instructions of the President. It was Schlesinger who directed a massive study of the intelligence community when he was a member of the Office of Management and Budget in 1971, just before he became chairman of the Atomic Energy Commission.

See CIA, A27, Col. 1

### CIA, From A1

Paring of the Defense Department's intelligence activities began even before Schlesinger moved into the CIA. Manpower at the Defense Intelligence Agency, the National Security Agency and the intelligence branches of the four armed services had climbed above 100,000 persons at one point. In addition, 50,000 others were scattered through 10 other agencies.

One source on Capitol Hill said that \$1 billion had been cut from the budget of the Defense Intelligence Agency alone, a figure that was disputed in size only by another source.

"It wasn't that much of a cut," the source said, "but it was a good-sized bite."

Since becoming director, Schlesinger has made five key moves in his attempts to strengthen the CIA, which one source said was suffering from "aging and bureaucratization."

Schlesinger appointed William E. Colby as deputy director of plans, which is the CIA title for the man who heads the agency's covert espionage operations or "department of dirty tricks." Now 53 years old, Colby was at one time head of the U.S. pacification program in South Vietnam.

Colby replaced Thomas Karamessines, who had wanted to retire two years ago but

who stayed on at the insistence of the White House." One published report said that Karamessines had been fired by Schlesinger, but sources close to the CIA insisted this was incorrect.

The new CIA director also pulled a pair of generals out of the Pentagon to serve on the newly formed Intelligence Resource Advisory Committee. They are Army Maj. Gen. Daniel O. Graham and lar Force Maj. Gen. Lew Allen, both of whom

have served in military intelligence and knew Schlesinger who had admired them since his own days with the Rand Corp.

"Jim [Schlesinger] is a takeover kind of guy," one source said, "and these appointments bring in men he feels comfortable with, who will back him up when the going gets tough.

The going is expected to get tough quite soon, since it is understood that Schlesinger plans a complete

overhauling of the CIA. One source described the CIA as an "old boy network" that had been allowed to grow unchecked since it was created by President Truman in 1947. The CIA now employs 15,000 persons and has a budget of \$600 million a

Schlesinger has already forced two old CIA hands into early retirement. One is Bronson Tweedy, former deputy to Schlesinger's predecessor. Richard M.

Helms. The other is Thomas Parrott, a deputy to Tweedy who had been at the CIA since 1961.

Schlesinger is said to believe that the CIA must shift gears now that there is a cease-fire in Vietnam. He is said to think that the Middle East should now be the focus of CIA attention, particularly since the Soviet Union is understood to be

out of the Mediterranean and into the Persian Gulf.

The new CIA director is with the changing times. One source said that Schlesinger believes the CIA must begin to gather more intelligence about international crime, terrorism and narcotics traffic.

"The international terrorist movement is something Schlesinger that feels should be watched far more closely," the same source said. "There are some people in intelligence who say it's going to take a major effort to keep these terrorists out of the U.S., to keep them from assassinating public figures right here on American soil."

Schlesinger is also said to be concerned about public opinion of the CIA and the role of espionage in an increasingly critical world so-

ciety.

"I think Jim would like it if the American public had a greater understanding of the need for intelligence," one source said. "I don't think he believes he can get the job done right if there is hostility and opposition to the CIA because it's thought to be a nest of spies."

Richard Helms' departure from the CIA was said to be as much of a sign of change at the CIA as Schlesinger's arrival. Helms presided over the CIA for the past seven years, during which time the United States was caught in a series of intelligence failures.

The loss of the Pueblo, the loss of a U.S. reconnaissance plane in North Korea right after the Pueblo disaster, the abortive raid on the prisoners-of-war Sontay camp in North Vietnam are all cited as failures of U:S. intelligence. The lack of intelligence about North Vietnam's invasion of Cambodia in 1970 and of its offensive in South Vietnam a year ago are also cited as examples of an intelligence community grown too bureaucratic.

While Helms was admired, for his tough-mindedness, he was also viewed with suspicion by the Nixon White House for his independence and his alliances in Washington society.

His power base in Congress, his friendship with Washington columnists and his socializing at Georgetown cocktail parties were

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PHILADELPHIA, PA.

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Claude Lewis: Like It Is

# Citizen Fights to End Secrecy in CIA Spending



For the past five years, William Richardson has been waging a one-man war against the CIA. But until last week, the nation's super-sleuth agency really hadn't noticed.

The United States Supreme Court brought Richardson to the CIA's attention when it gave the Greensburg, Pa., resident the right to bring suit over the secrecy of CIA appropriations and expenditures.

Thong time ago, when Richardson was in school, he was taught that the public has a right to know what the government was doing with every tax dollar. Richardson never forgot that lesson and he is attempting, as he puts it, to 'bring the CIA under the United States Constitution.'

In a recent interview, Richardson explained: "Ljust felt I was injured by not being able to get the information I was constitutionally entitled to as a citizen of the United States.

ment should have the right to spend public funds without having to account or be accountable for them. The CIA is a clandestine organization. It doesn't give out information to the public about its operational expenditures, so I called on the U.S. Treasury department. I was surprised when the Treasury told me it didn't know exactly what the CIA was spending U.S. funds for. What's more, the Treasury said it didn't even know how much the CIA was spending!"

FOR MOST of the years Richardson has been fighting with government officials, he has not had the benefit of lawyers. However, when he appears before the Supreme Court (probably this summer), he will have a battery of American Civil Liberty lawyers at his side to argue his case.

Langue .

"It's not that I'm anti-CIA," Richardson said." "It's just that I believe the public has a right to know. Everytime the public is denied information about government activities, we all lose a little more of our freedom. I don't consider myself a troublemaker, but I never anticipated five-and-a-half years of trouble and tension."

If Richardson doesn't see himself as a troublemaker, it's clear that others do. The "trouble and tension" to which he refers may have cost him plenty.

He had been employed for 10 years with a Pennsylvania insurance company. But after he began making persistent inquiries into government activities, he was eased out of his job. Richardson, who resigned as a major in the Air Force Reserve in 1965, was unemployed for 18 months.

"I'm not suggesting that my activities had anything to do with my being fired. But then I'm not suggesting that there wasn't a connection either," he said.

Richardson is not concerned about his physical safety, but his wife and three grown children are.

"It's not important what happens to me," he said. "I have to do what I feel is right. I have a lot of confidence in our government and the courts. My entire family believes in this country. My daughter is going into missionary work in India, my son served in the Marines and I have a younger boy now studying at Indiana University of Pennsylvania. We love America."

Richardson believes that there are several laws and procedures operating in America which are unjust. But, he insists, so long as the public fails to challenge them, they will continue.

RICHARDSON IS a very unusual man. Most of us are taught that we have a say in our government. But once we get out of school we forget the lesson. Our system of government makes the individual feel impotent. We see ourselves as tiny cogs in a giant wheel and begin to believe that politicians are our government, that we have no say at all.

"Oh, we have a great deal of power and authority as individuals," Richardson insists. "What we need more of is the will to get our government straight.

"I have no hostility in me. I have only the desire to keep America free and on the right track, and I'm proud that our system of government still recognizes the individual."

So long as men like Richardson exist, a government of the people will exist for us all.

# Death of Russian Defector Ruled an Accident at Inquest

BY ROBERT JONES Times Staff Writer

A coroner's jury ruled Thursday in San Bernardino that the shooting death of Russian defector Sergei Kourdakov was accidental, the result of his mishandling a borrowed .38-caliber pistol.

The final day of the inquest came after a one-week postponement ordered when an Indiana congressman telephoned the coroner's office Feb. 22 with "new information" concerning Kourdakov's death.

After the call from Rep. Earl F. Landgrebe, San Bernardino County Coroner William Hill said the information, if true, contradicted other testimony and ordered an investiga-

On Thursday, however, San Bernardino sheriff's detectives discounted the new evidence, saying Landgrebe's sources had "no information at all,"

### Body Found in Cabin

Controversy has surrounded the circumstances of Kourdakov's death since New Year's Day, when he was found dead of a head wound in a mountain cabin near San Bernardi-

Yourdakov apparently went to the . resort area to spend the weekend with a friend, Ann Johnson, 17, Miss Johnson testified at the inquest that she was present in a motel room when Kourdakov raised the gun to his head and it went off. The gun had been borrowed from Miss Johnson's father, she said.

Sheriff's detectives listed the death as a probable accident, but a religious group that had sponsored Kourdakov on a lecture circuit raised the possibility that he was murdered by Russian agents.

1. Joe Bass, president of Underground Evangelism, said the young defector once told him, "If you ever hear I have had an accident or committed suicide, don't believe it. I know how the Soviet police work . . . " Bass' group also sent out mailings that mentioned "unanswered questions" in the shooting.

Linked to Request

On Thursday, Hill said Underground Evangelism was also connected to Landgrebe's request for the one-week postponement and investigation,

The basis of the request, Hill said, was information from two of Landgrebe's constituents claiming they had been told by an officer of Underground Evangelism during a fundraising benefit that Kourdakov was indeed murdered by Russian agents.

After passing along the informa-

tion, the officer then asked for contributions, the persons said. "They left no stone unturned to capitalize on his death," one constituent wrote. She had doubts about both the group and Kourdakov, she said, because "if he was a born-again Christian, why was he shacked up with that girl?"

The officer of Underground Evangelism, Kenneth Boughman, later denied to San Bernardino sheriff's detectives that he had claimed Kourdakov was murdered and denied having any knowledge of such an occurrence.

"He said he had no information at all," said Det. James Cox, who later concluded that "there was no indication of foul play" in Kourdakov's death,

Kourdakov, 21, gained note in 1971 when he jumped from a Russian trawler and swam to the British Columbia coast in a 20-hour ordeal.

Bass later signed him to a contract under which Kourdakov toured church groups telling his story. A bill was introduced in Congress last year by Landgrebe to grant Kourdakov permanent U.S. res-

Critics of Underground Evangelism have said that by distracting attention from the circumstances of Kourdakov's death the group hoped to create a martyr-and quick financial profits-from the in-

On Thursday, however, Bass told coroner's jurors that his doubts over Kour-

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inquest investigation.

### SPOOKS ON PARADE

by James Otis

In the American press has been notoriously slow in following up leads on stories about the CIA. Until RAMPARIS' expose of the CIA's involvement in the National Student Association prodded such papers as the New York Times into action, few if any U.S. papers would carry critical pieces on the Agency. Now it appears that the Times and other papers have slipped back into their former state of lethargy.

The November 12, 1972 issue of *Parade*, a Sunday magazine which appears in over 100 newspapers, carried a story entitled "CIA Recruiting" in its "Keeping Up... With Youth" column. The story, complete with photographic evidence, described how the CIA uses a phony Army cover to recruit students into the Agency.

Parade discovered the story when two students from a west coast university contacted its office and told how' they had answered an ad in the Chicago Tribune for Russian linguists. The ad listed an attractive salary and gave a post office box in Washington, D.C. The students who had majored in Russian, wrote in and received a letter from a Lt. Colonel Stratton, commander of the so-called U.S. Army Research Translation Group.

An interview was arranged with Col. Stratton and the students took and passed a Russian proficiency test. When the colonel learned that the students also spoke Spanish, he said that was good because they would probably be posted to Latin America.

Attending a university as cover, the students were to translate tapes of conversations bugged at the Russian embassy in the Latin American country in which they were supposedly attending.

The two prospective student spooks declined the employment opportunity, rightly suspecting that the job really involved working for the CIA. They turned over the record of their correspondence to *Parade* which contacted the government in an attempt to confirm the story.

In response to *Parade*'s inquiries, CIA director Richard Helms (who has since become Ambassador to Iran) called *Parade*'s editorial offices and suggested that it would not be in the

national interest for *Parade* to expose this CIA cover. Helms said how difficult it is for the Agency to find good young people these days, and asked the *Parade* editors to act "as patriots." One *Parade* editor, to his credit, replied, "Mr. Helms, we'll leave that sort of patriotism to Howard Hunt and Bernard Barker,"—two of the former CIA employees indicted in the Watergate case:

In advance of publication, Parade sent copies of the story to the wire services, the Times, the Washington Post, the Los Angeles Times, and other leading papers. None of these followed up the story or even reported on the Parade story. No TV or radio news station reported the story.

It is well known among reporters in Washington that the CIA bugs numerous foreign embassics both in the U.S. and in other countries. But that students are recruited, using a student cover, to help in this work, would seem newsworthy.

Congress has steadfastly refused to investigate CIA activities at home and abroad, which leaves only the press to protect the public interest. And if this latest incident is an example, they are doing the job with something less than vigilance.

# Court to Study Suit On CIA Fund Secrecy

vesterday to decide whether a arbitration rather than strike provides: taxpayer has the right to challover a mine safety issue. lenge in court the secrecy of Central ìhe Agency budget.

Government lawyers, insisting that the courts should not laws when no state prosecueven consider lawsuits demanding CIA budget disclosure, persuaded the high court titled at least to a day in court fenders is unconstitutional beon the question.

The high court also:

• Rejected without comment felonies. the petitions of Texas and Georgia to reconsider the Jan. 22 ruling striking down antiabortion laws and dismissed an appeal which contended that the Constitution guaran-tees the "right to life" of the unborn.

- Agreed to decide whether Intelligence federal courts have the power to intervene in matters covered by state criminal trespass tion is pending.
  - Agreed to decide whether the 1966 federal narcotic law cause it denies treatment to persons convicted of two prior

The CIA case involves a complaint often made by citi-stitution. zens and some members of money.

William B. Richardson, resident of Greensburg, Pa., agreed with the government

sequence of appropriations made by law; and a regular justices. statement and account of the receipts and expenditures of all public money shall be published from time to time."

The CIA Act of 1949 exempted the agency from ordipropriations for other departments. Richardson said the CIA law clashed with the Con-

Congress—that the public has graduate, is employed as an endangered. no way to control the agency's investigator for the Westmorereceipt or use of public land County (Pa.) public defender's office.

court judge A district • Agreed to hear three labor decided to do something about that Richardson lacked legal standing to bring the suit because his grievance was not unique to him but was shared generally with other citizens.

The Third U.S. Circuit Court of Appeals reversed this ruling. Without reaching the basic question of disclosure, the court of appeals said Richardson had a right to take the government to court over it.

Petitioning the high court, Solicitor General Erwin N. Griswold called the ruling "a serious departure" from decisions designed to keep taxpayer litigation under control.

Griswold said the constitutional provision had always been considered a restriction against the Executive Branch, not Congress. He cited World War II expenditures for atomic bomb development and other congressional acts as examples of necessary secret statutes.

Lawyers for the American Civil Liberties Union replied that the meeting of the constitutional provision can never be settled in court if the government's theory of legal standing is correct.

The court's refusal to hear reargument in the abortion

cases, including a coal compa-it. He sued in federal court to cases was in keeping with Washington Post Staff Writer

The Supreme Court agreed

Mine Workers must submit to the Constitution, which rarely has the court reopened which rarely has the court reopened even its most controversial "No money shall be drawn cases, and then only on the bafrom the treasury but in con- sis of new facts or arguments which change the minds of the

Petitions by Texas and Gergia, however, merely repeated arguments considered and rejected by a 7 to 2 majority after full-scale hearings in 1971 and 1972.

More than a dozen pending courts for action in light of the decision that states may not prohibit abortions during early pregnancy but may regulate and forbid them unless; Richardson, 53, a law school the mother's life or health is

outright "for Dismissed want of a substantial federal question" was an appeal by Fordham law professor Robert M. Byrn, arguing as guardian for New York unborn that A fetus has a "right to life." The majority held that such a right was not in the Constitu-

HS/HC-*9*10

# Total CIA pullout from Laos expected; cease-fire cited

By Donald Kirk Far East Correspondent Chicago Tribune Press Service

LONG CHENG, Laos, Feb. 27-The American Central Intelligence Agency is withdraw- tian Army. Irregular forces toto "irregular forces" in Laos a third of them commanded under terms of the Laotian by Vang Pao. cease-fire agreement.

The CIA conceivably could maintain a clandestine presence at this mountain base 80 miles north of Vientiane, but official sources indicated the United States plans to adhere strictly to the clause in the agreement calling for liquidation of "special forces orgainzed, armed, instructed, and commanded by foreigners."

"I will pull out in accordance with the terms of the agreement," said the American "area representative" at the headquarters here of a small army of tough Meo tribesmen commanded by Gen. Vang

THE DECISION to withdraw the advisers means the end of one of the most controversial, little known phases of American involvement in Indochina.

CIA officials, many of then recruited from the U.S. Army's Special Forces, trained mountain tribesmen at dozens of bases thruout Laos. Often posing as refugee workers, CIA advisers were primarily responsible for turning tribesmen into the first line of defense against North Vietnamese troops advancing on several different fronts.

Lao and American sources are highly skeptical of the future of these troops after the some of whom operate from a

compound overlooking the air have trained and equipped irstrip at this critical base built regular forces, almost always army.

AS A STOPGAP measure, the Lao irregular forces are merging with the Royal Laoing its entire force of advisers tal approximately 30,000 troops,

> "We decided to integrate them with the army four weeks ago," said Sisok Na minister Champassak, charge of defense. "Our entire army, including former irregulars, will total 80,000 men."

Sources point out that Gen. Vang and Royal Army officers could cooperate.

army, has operated independently of Vientiane control with constant infusions of American arms, equipment, air power, and advice.

HE IS NOTED for his disdainful attitude toward the elitist generals in Vientiane, who in turn look down on him socially because of his tribal ori-

American officials credit Vang Pao's forces with having maintained the security of Vientiane and other main towns on the Meking River Valley by almost nonstop fighting with Communist troops.

Officials question, however, whether his troops' can withstand the North Vietnamese without American airpower. The number of fulltime soldiers under Vang Pao's command has diminished in a decade of fighting from more than 30,000 to perhaps 5,000

especially for Gen. Vang's regarded as supprior to regular units. Tribesmen fight in the mountains of Northwestern Laos bordering Burma and China and in Southern Laos west of the Ho Chi Minh trail

The CIA entered the war here as a paramilitary force in the late 1950's and began to assume a major role after the signing or the 1962 Geneva Accords on Laos. The CIA role was kept fairly secret until several years ago when the fighting grew too fierce to

The CIA was primarily renever have liked each other sponsible for constructing this and questioned whether they base in what once was an empty valley occasionally farmed by tribesmen. The ex-Vang Pao, a Meo tribesman istence of the base itself was who once served as a sergeant not revealed until 1968, several in the old French Indochinese years after it was built.

ture of these troops after the departmere vede For Release 2001/06/09 ub CIA-RDR84+00499 R80+00011060 er fronts where CIA operatives

# Court to Consider Lawsuit to Bare CIA's Spending

By FRED BARNES Star-News Staff Writer

The Supreme Court today agreed to decide if a taxpayer máy challenge the law which protects the secrecy of the Central Intelligence Agency's budget.

. The justices, in a brief order, announced they will review a lower court decision .which gave a Greensburg, Pa., man the right to sue in federal court to eliminate the CIA secrecy statute.

'.The 3rd U.S. Court of Appeals in Philadelphia, in a 4-3 ruling last July, ordered the convening of a special threejudges federal court to hear the suit by the man, William

B. Richardson.
The government appealed the ruling to the highest court, saying that the decision "represents a serious departure" from the limitations on suits by taxpayers regarding government expenditures.
"The decision below, if al-

lowed to stand, is almost certain to spawn a signficant increase in suits by taxpayers challenging a wide variety of government programs and a significant number of con-gressional statutes," warned Solicitor General Erwin N. Griswold.

In a memorandum to the highest court, Griswold argued that a 1968 Supreme Court decision opening the way for some taxpayers' suits wasn't broad enough to allow a suit such as Richardson's

But Richardson's attorneys disputed this, contending that his suit met the two-pronged test for taxpayers suits laid down in the so-called "Flast case" in 1968.
"First," they said, "he is

challenging the constitutionality of statutes which purport to alter the constitutional conditions governing the expenditure of public money. By de-finition this is a matter integrally related to the taxing and spending power."

Second, Richardson's suit is based on a claim that the

tion one which unqualifiedly

requires that public money shall not be expended without a public accounting.'

The law which puts a lid of secrecy on the agency's expenditures is the CIA Act of the agency from the provisions of law and regulations relating to the expenditures of government funds."

In other cases today:

### Abortion

The court refused to reconsider its landmark ruling of Jan. 22 giving women the right to have abortions in their first three months of pregnancy, with only the permission of their doctors.

Several states had sought a new hearing on the ahortion issue, but the justices-who had spent more than two years considering the issueunanimously declined to hold a new hearing.

The court today also sent cases involving anti-abortion laws in 11 states back to lower federal courts for consideration in view of the Jan. 22 decision.

### Labor

The court agreed to rule on the obligation of a firm to remedy an unfair labor practice committed by a company which it acquires.

The justices, in a brief order, said they will hear an appeal by a San Francisco beverage firm which was ordered to provide back pay to an employe unlawfully fired by the company it purchased.

The appeal will not be heard until next term.

### Coal-Mining

The justices agreed to review a lower court ruling which gave coal miners the right to stage a work stoppage when they believe a mine is unsafe.

The case was brought by Gateway Goal Co., whose mine in Fredericktown, Pa., was struck by miners in April, 1971. The miners were protesting allegedly unsafe condi-

to labor arbitration, with the miners returning to work. But the 3rd U.S. Court of Appeals overturned that ruling saying that arbitration was inapplicable in safety disputes.

### VAGRANCY

The court struck down unanimously a Texas vagrancy law that covers everyone from "persons known as tramps, wandering or strolling about in idleness" to those who engage in "lewdness."

The justices, in a brief order without comment, affirmed the ruling of a three-judge federal court saying that most sections of the law were unconstitutionally vague and overly broad.

Texas officials appealed that decision to the highest court. They contended that the ruling was 'totally gratuitous" because federal courts had no right to rule on the law.

CIA sccrewopyroved For Release 2001/06/09: CIA-RDP84-00499R001000110004-0 specific constitutional limita- A lederal judge ruled that HS/HC-910 the dispute must be subjected

HARTFORD. CONN. COURANT

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### Washington Scene

# Nixon's Reference to Downey-A Slip or a Message to China?

By ROBERT WATERS Washington Correspondent

ain's John Downey was a Cen-nam. tral Intelligence Agency (CIA) agent a slip of the tongue-or to free Downey?

niake too many verbal boo-boos. But he has made a few. His reporter followed up: statements on the Manson and "Downey, also?" Calley cases, for example, constituted foot-in-the-mouth Presidential rhetoric at its peak, es- as you know. Downcy involves a But if something big happens pecially so considering the fact CIA agent. His sentence of 30 in the near future, put your that Nixon is a lawyer.

In 1971, while the verdicts vere still pending. Nixon made have also discussed that with test reaction in Peking. remarks that critics claimed Premier Cho-En-lai." Would Peking interpre prejudiced two trials. One trial involved hippie Charles Manson and the 1969 California slaying of actress Sharon Tate. The other was the court martial of U.S. Army Lt. William Calley, stemming from the 1968 My Lai massacre of civilians in South Vietnam.

In his press conference Jan. 31, in which the Downey case was brought up it is important to note two facts:

-The question on Downey came at the very end of the 35minute press conference. It was the final question.

-Nixon never actually said "Downey is a CIA agent."

On the first point, the possibility exists that Nixon was in a hurry to end the press conference. It had begun at 11:25 that statement was this one: morning and it was not a scheduled affair. It was just about agent." Nixon didn't say "Dow- edged privately that Downey noon when Nixon was quizzed ney was originally sentenced to was, in fact, a spy. But, if he about U.S. prisoners in China. the word "involves" could have did, it didn't free Downey. about U.S. prisoners in China.

A reporter asked:

American flyers still being held flyers held, involves charges China wants a public apology. prisoner in China and they are that the New Britain man was a Americans but two flyers. I this since 1932. wonder if you could give us other prisoners?"

Nixon replied:

WASHINGTON - Is Presi- the initiative of the People's Re- life imprisonment. It wasn't undent Nixon's recent seemingly public of China, as the POW si- til little more than a year ago virtual admission that New Brit- tuation is worked out in Viet- that Downey's life sentence was

"I won't go beyond that," added Nixon, "because this is a the next-to-the-last step needed matter that should be left to the People's Republic of China, but Newsmen who cover Nixon we have we believe, every asknow that the President doesn't surance that it will happen."

When Nixon had finished, the

Answered Nixon:

Downey is a different case, bly just a poor choice of words.

The President concluded: "I would have to be quite candid. We have no assurance that any change of action, other than the commutation of the sentence, will take place, but we have, of course, informed the Peo-Ple's Republic through our private channels that we feel that would be a very salutary action on his, Chou's part.

"That is a matter where they must act on their own initiative, and it is not one where any public pressures or bellicose statements from here will be helpful in get-

meant that the Downey case. Perhaps, as with the North

their status, and do you expect time appointment that day, as freed the crew after the U.S. them to be returned with the he frequently does, he might made a public apology. The press conference.

every reason to believe that ney's term of "30 years." Dow-these flyers will be released on ney was originally sentenced o commuted to five more years.

Was Nixon in a hurry? Did he simply blurt out something he didn't mean to say? Or was he simply formalizing a fact that has been accepted here for several years?

If there are no dramatic developments in the Downey case soon, the statement was proba-

years has been, I think com- money on the possibility that it muted to five years, and we was a trial balloon sent up to

> Would Peking interpret it as a public admission or apology? Or would Chou want to hear the statement again - perhaps with a public "We're sorry" attached to it?

Taken on balance, a complete reading of the Nixon statement on Downey doesn't appear optimistic at all. He clearly expects the two military flyers will be released. But the Downey statement is full of words like "a different case" - "we have discussed that with Chou. . . "Quite candid" — and "We have no assurance that any change . . . will take place."

Before going to China last year, the President said he ting his release." wouldn't be a "prisoner of histo-The key phrase in the Nixon ry." In his talks with Chou, there is a distinct possibility "Downey in volves a CIA that Nixon has already acknowl-

"Mr. President, there are two unlike the two U.S. military Koreans in the Pueblo case,

The Navy electronics ship sort of in limbo-well, three CIA agent. China has claimed USS Pueblo was seized in Kothis since 1952. rean waters by North Korea in If the President had a noon-1968. The Communists later have been rushing to end the ship, however, was not released.

The Nixon statement, intend-

Approved For Release 200 7/06/09 CAPRDP84-90499R00100041000420 cdging in when we were in the People's that Nixon made an error in his that direction. But it still falls Republic of China and we have statement. He spoke of Dow-snort of an outright apology

# BEST COPY Available

### WASHINGTON POST 6 MAR 1973

### on the Trail of a Book About CIA

By Jack Anderson

but the deal fell through. Prouty refused to turn over Prouty. The class and dagger boys, the galleys to the CIA, which

at the Cantal Intelligence had a messenger waiting for cident, the CIA went to court Agency are trying to get anothern at the bookstore. We can to block a book by one of its advance copy of a book which provide the CIA, however, former employees, Victor Mar-is highly critical of the CIA's with some of the highlights: chetti. But Prouty was never

"airty trues department."

the Pents on support officer trained agents in the Maine press Prouty's book, a spokesperiod. He did everything ity to the Russian fir forests, whatsoever to do anything from supplying them with Then it flew them to Norway about the book." James fond weapons to ship-where they were hopped into pans three dozen lobsters to Russia on a light pontooned ia (i) bigwig. And he has plane which landed on a hid-written a book about it, "The den lake. Secret Team."

the distinguished Sidney tion of its assassination and Kramer bookstore only a few other "dirty tricks" oper-blocks from the White House, ations in South Vietnam, al-A representative of the book-leges Prouty. Instead, the CIA store immediately called larded the Papers with ex-Prouty and suggested he could amples of how good its in-"help the sale" of the book telligence proved to be. by providing a copy of the

with the Kramer represent-intelligence and later quietly ative and then secretly re-returned to the United States, corded their conversation. (They were debriefed after Here is a partial transcript:

"Do you represent others?" asked Prouty.

"I can tell you who wants rate scandal.) this," confided the emissary. • Even thou "They're on our backs-the tent Kennedy ordered the CIA."

"They are?"

going to present them with a Pigs debacle, the CIA circum: copy the day before yester vented the order in Victnam day," said the representative, and the Pentagon supincly let

. The CIA skillfully man-To get the unedited galleys, aged to keep out of the Pen-the CIA library approached tagon Papers almost all men-

• In 1959, one of CIA Chief Allen Dulles' spy planes al-But Prouty had been in in-ceedly was shot down over telligence too long to be an Russia. The crew was cap-casy touch. Be agreed to meet tured, questioned by Soviet heir return, by, among others, lames McCord, a former CIA nan convicted in the Water-

\*Even though the late Presi-Joint Chiefs to keep a tight rein on covert CIA military "Evidently someone was operations after the Bay of

them get away with it, says

Footnote: In an earlier inon the CIA payroll. When we The author, ex-Air Force CIA Secrets

On I. Frencher Prouty, was

The CIA. Prouty charges, tempt would be made to sup-

roved for Release 2001/06/09 : CIA-RDP84-00499R001000110004-0

### NEW TIMES ( SOVIET) FEB 1973

### CIA Overdoes It

U.S. Congressman Edward Koch has charged the Central Intelligence Agency with interfering in U.S. internal affairs, following press reports that CIA agents are instructing the police in political espionage methods.

Under the National Security Act of 1947 the CIA is empowered to engage in intelligence and other subversive activities outside the bounds of the United States, but it is prohibited from going in for sleuthing and political espionage in the country. The heads of the CIA, however, taking advantage of the special place they occupy in the Administration, have long ignored the law. According to the U.S. press, it has agencies under various labels in twenty U.S. cities, Including New York, Chicago, Los Angeles, Boston, Detroit, Philadelphia, San Francisco, New Orleans and Seattle.

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### GEORGETOWN, GUYANA MIRROR 14 Feb 1973

THE Central Intelligence to function properly, including can CIA was spending millions Agency (CIA) has been accused the calling of new elections. of subverting and undermining the Oilfield Workers Trade describing itself as the "Rebel hope of destroying the leader-Union of Trinidad, with the cabinet" called the meeting to ship. hope of destroying its leader- pledge solidarity with the union ship. This charge was made by leadership. The raily which who were causing difficulties the President General Mr. was attended by more than for the union, Mr. Weekes George Weekes, at a meeeting 500 persons gave Mr. Weekes after stating that he was happy on Sunday last called to pledge and other leadens, the "green to see that the rank and file solidarity with the union lead- light to organise a mass de- members were prepared to orship.

During the last year the defence of the union. union has been faced with a constitutional kerus resulting in a number of court actions, rally told his audience that the thing were to happen to the This was creating several prob- imperialists were organising in OWTU there will be bloodshed

On Saturday last a group monstration on March 17, in come to the defence of the

lems for the union leadership the country while the Ameri- in the country."

of dollars to subvert and undermine the union with the

Speaking of those persons union declared: "We are not prepared to have traitors in the Mr. Weekes speaking at the union." He warned that if any-

HS/HC-9170 Approved For Release 2001/06/09 : CIA-RDP84-00499R001000110004-0

# Data He Bought Not Classified' Congressman Says the House Ethics Commight also investigate. The paper quoted F

A New Mexico congressman, quoted as saying he purchased 'confidential' Defense Department data for \$2,000 from three mysterious men, has denied that the information was classified. He says the incident amounted to hiring researchers to compile already-public material.

Rep. Harold L. Runnels, D-N.M., told the Associated Press that, to the best of his knowledge, the three men who supplied him the information last year did not work for the Pentagon.

The Detroit News, in a copyrighted story yesterday that was carried in The Star-News, quoted the second-term congrescman as saying he was given the impression" that the three men were either civilian employes of the Defense Department or had worked there recently.

### Informants Unidentified

The Detroit News said today that Runnels has refused to identify the three men to whom he said he paid \$1,000 in \$50 and \$10 bills in each of two transactions. The paper quoted Runnels as saying the trios indicated they could reach into highly placed areas of the Pentagon to provide him with sensitive information a defense contract costs.

Runnels was quoted yesterday in the Detroit News story by Seth Kantor as saying he had discussed the matter with a Justice Department representative and had been told ices Committee Chairman F. not to discuss it further with reporters.

Edward Hebert, of Louisiana.
The Armed Services Com-

The Detroit paper, however, reported that a check with the Justice Department turned up no trace of any inquiry from

Runnels complained to the AP's Gregg Herrington yesterday that the press accounts of the privately-financed study of nels discussed the purchases proposed Army helicopter and with its reporter in a series of tank programs have made it interviews since last summer, appear to be a "cloak and dag-

Kantor yesterday quoted Runnels as using that phrase himself to describe the incident.

### Just Wanted Data

Runnels, a member of the House Armed Services Committee, said that "as far as I know, they never did work for the Pentagon . . . I didn't ask them if they worked" for the Pentagon but "it didn't make any difference to me. I wanted someone with expertise to conduct a project from beginning to end."

He told the AP, "I think they were research analysts starting their own business. They were young men in their late 20s or early 30s... They did not sell me nor did I buy classified information."

Runnels said he purchased information on procurement of tanks and Cheyenne helicopters, indicating he wanted the information as part of his own investigation into cost overruns on Pentagon weapons contracts.

"It's fascinating to me that the private sector can come much closer to their original estimates than what we do in our Department of Defense,"

Reports of Runnels' transactions have drawn critical comment from some other congressmen.

And, in another copyrighted story today, the Detroit News indicated the possibility of an investigation by Armed Serv-

mittee is to hold its first meeting of 1973 tomorrow and Hebert is expected to discuss privately with fellow members what direction an investigation should take, The Detroit News said.

The Detroit paper said Run-

and said Runnels described the series of meetings with the three men as "clandestine" and he said they supplied him with material marked "confidential.".

The News said also that the FBI was expected to begin probing the matter and that the House Ethics Committee

The paper quoted Rep. Edward Hutchinson, R-Mich., to-day as saying he "can't understand why a member of Congress would feel he has to buy outside information," and characterized the transactions as "a foolish thing to do."

### No Need for Deal.

Rep. Melvin Price, D-Ill., a member of the Ethics Committee and second-ranking member of the Armed Services Committee, told the De-troit paper that "as a member of the Armed Services Committee for many years, I know for a fact that members can get any information they need, without paying for it, simply by ordering it through committee's staff." He would not comment directly on the Runnels' issue because he said he wasn't yet familiar with the specific facts.

"The action is not only disgraceful but illegal," commented Rep. Samuel S. Stratton, D-N.Y.

Runnels said that as a junior member of the powerful Armed Services Committee lie felt he had little background for questioning military officials before the committee. He said he felt strongly that the Pentagon was overpaying for what it was getting and that the material he purchased bore out that impression.

ger operation. Approved For Release 2001/06/09: CIA-RDP84-00499R001000110004-0

### C.I.A. Agent Wages Lonely Battle for Vietnam Data

By SEYMOUR M. HERSH Special to The New York Times

WASHINGTON, Feb. 24 Samuel A. Adams is a direct descendant of his colonial namesakes, a Harvard man and an official of the Central Intelligence Agency who was once in charge of estimating the strength of Vietcong units in South Vietnam.

For nearly six years, Mr. Adams has been waging a oneman campaign against top Army officers who he believes deliberately falsified critical intelligence information a month before the Vietcong began their devastating Tet offensive at the

end of January, 1968.

In essence, Mr. Adams, who is about 38 years old has worked for the C.I.A. for the last 10 years, wants the Army to begin a full investigation into the distortion of intelligence that he says was ordered by top officers working in the headquarters of the Military Assistance Command in Vietnam, or MAC V, then headed by Gen. William C. Westmoreland. General Westmoreland, who later became the Army Chief of Staff

refused to make such an inves-

tigation.

In 1967, the issue of enemy strength was a critical one. Mr. Adams and his colleagues at the C.I.A. were convinced that Army intelligence officials were deliberately underestimat-ing the number of Victong guerrillas, apparently to bolster their contention that the Army's controversial search-and-destroy tactics were successful in reducing the number of Viet-

Board, a high-level intelligence group, but no inquiry was held. The C.I.A. refused to permit Mr. Adams to forward his memorandum to the advisory board,

ment's prosecution of Daniel rate. Morale problems are Ellsberg and Anthony J. Russo veloping within his ranks. Jr. in the Pentagon papers case, The basic 1001/06/09 : CIA-RDP84-00499R001000110004-0 now being tried iApproved for Release 2001/06/09 : CIA-RDP84-00499R001000110004-0

Early this month, Mr. Adams offered a number of documents to the Justice Department that, he alleged, refuted a key prosecution witness's testimony in the trial to the effect that publication of a highly classified series of Joint Chiefs of Staff memorandums dealing with enemy strength could be helpful to the enemy The Government contends that publication of such documents in the Pentagon papers in 1971 was dangerous to American forces in Vietnam. Vietnam.

Introduced as Evidence

In the documents, Mr. Adams mates on the various categowrote that his concern about ries fixed by the Army—rangthe integrity of the raw intelling from mainline Vietcong gence cited in the Joint Chiefs units to local irregulars—as of Staff papers "led me to question whether the release of these statistics helped enemy intelligence or harmed American forces in Vietnam," as alleged by a key defense witness, Lieut. Gen. William G. DePuy.

Most, of Mr. Adams's documents were eventually introduced into evidence by the court, after a bitter complaint by attorneys for Dr. Ellsberg be a fourth cousin, seven times

and a member of the Joint Chiefs of Staff, retired from the Army last summer.

The Army and the Cl.A. have of the C.I.A.

national intelligence estimate for the White House.

Mr. Adams specifically con-

downgrading of Saigon conference of C.I.A. and on."

Mac V intelligence experts in Mr. Adams's protests then, September, 1967, and continued all made in a 35-page memorfor months. "The possibility andum circulated among Government officials, got to the attention of the Presidential Westmoreland may have Foreign Intelligence Advisory originated the orders which led Board, a high-level intelligence to the fabrications." to the fabrications.'

### Speech Recalled .

By that fall, General Westmoreland and other senior offiwhich had requested the document.

Testimony Challenged

Now, Mr. Adams has again raised the issue—still within the Government—by contending that his allegations may have a bearing on the Government's prosecution of Daniel

Testimony Challenged

Now, Mr. Adams has again raised the issue—still within the Government—by contending that his allegations may have a bearing on the Government's prosecution of Daniel

Testimony Challenged

Victory was "declining at a steady rate. Morale oroblems are dewhich had requested the docu- | cials were repeatedly saying in rate. Morale problems are de-

The C. I. A. analyst said the military men had been ordered

by attorneys for Dr. Ellsberg be a fourth cousin, seven times and Mr. Russo who alleged that removed. of John Adams, the removed, of John Adams, the second President of the United

not describing him as an official his one-man battle has done of the C.I.A. The documents provide a rare that C.I.A.—he was recently transferred from a job dealing glimpse into the give-and-take with current intelligence to a among the agencies involved in lower-status position concerned the production of a top-secret with long-range research proj-

Mr. Adams specifically con-tended that the deliberate former colleague remarked. "He Vietcong always told the truth and never

### Ellsberg's Attorneys To Get CIA Memo

LOS ANGELES (UPI) — U.S. District Judge Matt Byrne has rejected defense motions to remove the prosecutor and dismiss all charges in the Pentagon papers case, but ordered the prosecution to give the defense statements of a CIA agent bearing on the possible innocence of the defendants.

Prosecutor David Nissen told Byrne that on instructions of his superiors in the Justice Department he would

respectfully refuse to turn over information from Samuel A. Adams, the CIA agent.

The judge warned Nissen that such refusal might lead to exclusion of a key exhibit from the government case backing up its charge that Daniel Ellsberg and Anthony J. Russo were guilty of espionisms.

Such court action could have the effect of striking down a number of counts of the indictments against the defendants. Nissen asked for time to consult with Washington and was told to come up with a reply today.

Defense lawyer Leonard Boudin had asked that if the charges were not dismissed that Nissen be held in contempt of court and removed from further participation in the trial.

Byrne denied all the defense motions but he ordered Nissen to file an affidavit explaining seemingly misleading information given to the court about Adams.

Adams, who still works for the CIA, had given that agency a memorandum stating that he believed Pentagon papers trial testimony of Maj. Gen. William DePuy about Communist troop strength in Vietnam was inaccurate and was based on information that had been fabricated. He felt that his disclosure constituted exculpatory material for the defense.

The Adams' memo was forwarded to the Justice Department and to Nissen in Los Angeles but was not turned over to the court. Nissen told the court he had received information from a Samuel A. Adams, but did not mention that he was a CIA employe.

Byrne specifically demanded that Nissen provide further sworn explanation of why Adams was told by a CIA attorney that the judge had met privately with Nissen and ruled that Adams' information wasn't needed at the trial. The judge said no such meeting ever occurred.

Earlier, Russo's former girl friend, an unindicted co-conspirator, testified reluctantly that she helped Russo and Ellsberg copy top-secret Pentagon documents in 1969.

THE EVENING STAR and DAILY NEWS Washington, D. C., Thursday, February 22, 1973

### ——MARY MOGRORY—— Bugging Prober Uniquely Qualified

By MARY McGRORY

What is known about Samuel Dash, the newly designated counsel for the Watergate investigating committee, is that he is a professor—of criminal law at the Georgetown University Law Center—that he is a former prosecutor in Philadelphia, that he is an expert on wiretapping, and a civil libertarian with little political coloration.

Sen. Sam Ervin of North Carolina, chairman of the

### Point of View

committee, says Dash is "tailor made" for the job, and that seems to be a consensus opinion.

Much depends on the counsel in Senate inquiries. The members who have various considerations and other things on their minds ask their questions in 10-minute rounds. They seldom shake a witness or drive a point home. It is up to the committee's lawyer, who can query at will, who has all the facts at hand and no obvious political ax to grind, who makes the record.

### The Proper Bostonian

In the most celebrated Senate investigation of our time, the Army-McCarthy hearings, the Army's choice of Joseph N. Welsh, an unknown Boston lawyer, turned out to be inspired. Welsh presented to the television audience the spectacle of a civilized and concerned citizen, who brought puzzlement, indignation and, on one famous occasion, tears to the destructive enterprises of the senator from Wisconsin.

Dash is, according to associates in the bar and on the campus, not the "character" that Welsh was. But he is, they say, a lawyer who uniquely combines fervor, sophistication and a powerful ethical sense. He is, says one fan, "scholarly and aggressive."

He is, from the evidence of his book, "The Eavesdroppers" published in 1969, a diligent and meticulous investigator. In the search for facts about wiretapping practices, laws, devices and techniques, Dash toured 10 cities.

"In the course of my tour, I interviewed approximately 300 people," he wrote. "Among them were newspaper editors, private detectives, police chiefs, district attorneys, attorneys general, convicted rackecters (reformed and otherwise), wiretap specialists, wiretapping equipment manufacturers, lawyers, judges, crime commission directors, ab drivers, persons convicted

of wiretapping and many more-all experts in his own way."

### Helped Each other

His may be the first genuinely inquiring mind to be applied to the Watergate affair. Investigations conducted by the White House and the Justice Department stopped short or fell short of the key questions. The recent trial of the actual burglars presented the curious spectacle of defense and prosecution in friendly competition to limit the scope of the inquiry.

The Republican senators on the committee, who approved Dash, countered by naming their own minority counsel, a Tennessee lawyer named Fred D. Thompson, who served the ranking member, Sen. Howard Baker of Tennessee, as campaign manager.

The coming hearings present a special challenge to the Republicans. A man can make a name for himself by a harddriving search for the truth. Baker, who is said to have national ambitions, could surface as a public figure intent on cleaning up politics. But if he presses too hard, he might alienate the Republican establishment. Sen. Lowell Weicker of Connecticut, a freshman, who asked for the assignment, might be the freer agent. The third, Sen. Edward Gurney of Florida, pointed out during the Senate debate on the Watergate that the public was not interested.

gate whit the public was not interested.

So far that has been the case. The facts, which tumbled out piecemeal during the campaign, were largely ignored. Both parties were dismayed to discover that the country seemed of the opinion that bugging and burgkary of opposition headquarters were routine political practices.

### New Witnesses

A lively and focused inquiry could change all that. A counsel who is free to ask where the money came from and who authorized its lavish expenditure for illegal purposes could get the public's attention. The witness will be called from the ranks of the Committee for the Re-election of the President and the higher echelons of the Republican party. The Watergate Seven, five of whom pleaded guilty and are appealing, will be less consequence.

If the officials claim executive privilege, Democrats say, it could be regarded as the equivalent of taking the 5th Amendment, because the implication would be that these exercises had been discussed at the White House.

at the White House.

The inquiry, in short, will shift from the break-in and wiretapping to the real question of money and honor in American politics. With Dash in charge, many people now think the story of the Water-

### Court to Consider Lawsuit to Bare CIA's Spending

By FRED BARNES Star-News Staff Writer

The Supreme Court today agreed to decide if a taxpayer may challenge the law which protects the secrecy of the Central Intelligence Agency's budget.

The justices, in a brief order, announced they will review a lower court decision which gave a Greensburg, Pa., man the right to sue in federal court to eliminate the CIA

secrecy statute.

The 3rd U.S. Court of Appeals in Philadelphia, in a 4-3 ruling last July, ordered the convening of a special three-judge federal court to hear

judge federal court to near the suit by the man, William B. Richardson.

The government appealed the ruling to the highest court, saying that the decision "re-presents a serious departure" from the limitations on suits by taxpayers regarding gov-

ernment expenditures.
"The decision below, if allowed to stand, is almost certain to spawn a signficant in-crease in suits by taxpayers challenging a wide variety of government programs and a significant number of congressional statutes," warned Solicitor General Erwin N. Griswold.

In a memorandum to the highest court, Griswold argued that a 1968 Supreme Court decision opening the way for some taxpayers' suits wasn't broad enough to allow a suit such as Richardson's.

But Richardson's attorneys disputed this, contending that his suit met the two-pronged test for taxpayers suits laid down in the so-called "Flast case" in 1968.
"First," they said, "he is challenging the constitutional-

ity of statutes which purport to alter the constitutional conto alter the constitutional conditions governing the expendi-ture of public money. By de-finition this is a matter in-tegrally related to the taxing and spending power."

Second, Richardson's suit is based on a claim that the CIA secrecy law offends "a specific constitutional limita-tion, one which unqualifiedly requires that public money

requires that public money shall not be expended without a public accounting."

The law which puts a lid of secrecy on the agency's expenditures is the CIA Act of 1949. It specifically exempts the agency from "the provisions of law and regulations relating to the expenditures of government funds."

In other cases today:

### DRUG TREATMENT

The court agreed to review

Rehabilitation Act of 1966, which provides treatment for federal prisoners who are drug addicts.

The law was challenged by Robert E. Marshall, a California man convicted of bank robbery in 1971. He unsuccessfully sought treatment as "a narcotic addict of longstanding duration.

Marshall contended that the warshin contented that the two-felony rule denied him equal protection of the laws. "There is no rational justification," his lawyer said, "for a too," his lawyer said, "for a too," had to the two-felong that the two-felong two-felong that the two-felong two-felong that the two-felong conclusive presumption that an addict with two or more felony convictions is not reha-

bilitative."
Though two other federal appeals courts have struck down the felony rule, the 9th U.S. Court of Appeals in San Francisco refused to do so, and Marshall appealed to the highest court.

### ABORTION

The court refused to reconsider its landmark ruling of Jan. 22 giving women the right to have abortions in their first three months of pregnancy, with only the permission of their doctors.

Several states had sought a new hearing on the abortion issue, but the justices—who had spent more than two years considering the issue— unanimously declined to hold a new hearing.

IABOR
The court agreed to rule on the obligation of a firm to remedy an unfair labor practice committed by a company

which it acquires.

The justices, in a brief order, said they will hear an appeal by a San Francisco beverage firm which was ordered to provide back pay to an employe unlawfully fired by the company it purchased. The appeal will not be heard

until next term.

### COAL-MINING

The justices agreed to review a lower court ruling which gave coal miners the right to stage a work stoppage when they believe a mine is unsafe.

The case was brought by Gateway Goal Co., whose mine in Fredericktown, Pa., was struck by miners in April, 1971. The miners were protesting allegedly unsafe conditions.

### VAGRANCY

The court struck down unanimously a Texas vagrancy law that covers everyone from "persons known as tramps, wandering or strolling about in idleness" to those who engage in "lewdness."

the constitutionality of a federal comment, affirmed the ruling of a three-judge federal court saving that most of the final regulation is comment.

### PENTAGON AIDES ACCUSED

### Bought Secrets, 'essman

By SETH KANTOR

Detroit News Washington Bureau (Copyright 1973, The Detroit News)

Are there employes of the Pentagon who sell national defense secrets to outsiders?

There appear to be, according to a congressman who says he bought confidential military information in a pair of \$1,000 clandestine cash transactions last year,

Rep. Harold L. Runnels, D-N.M., a second-term congressman who is a member of the House Armed Services Committee, has told The Detroit News in a series of interviews that he bought classified documents from three men last summer. He met with them at least five times, Runnels said.

Runnels has not publicly identified the three men. Contacted Saturday in Clovis, N.M., Runnels said he dis-cussed the matter with a representative of the Justice Department Thursday and had been instructed to say nothing further about it to reporters.

A Justice Department spokesman, however, told the News that he could find no trace of any inquiry from Run-

Armed Services Chairman F. Edward Hebert, D-La., reserved comment on the affair until he could learn more details. The committee is to have its first meeting of 1973 Tuesday and Hebert is expected to meet privately then with fellow members to discuss possible investigative steps.

Runnels said the Pentagon, mystery trio incleated to him that they could reach into highly placed areas of the Pentagon to previde him with sensitive information.

made middle-They of-the-night deliveries to Runnels in what the corgressman describes as "a real cloak and dagger operation."

Runnels, as a member of the Armed Services Committee, said he used the information, paid for out of its own pocket, in the course of questioning Pentagen with sses about defense operations at closed hearings.

Runnels explained that as a junior member of the for asking good questions

when general; appeared before the committee. With the information h: purchased, he said he felt he could impress his colleagues with his knowledgeable questions.

He said he also felt strongly that the Pentagon was overpaying for what it was getting, and his classified information was bearing out that impres-

Other members of the Armed Services, Committee expressed shock when told a colleague had been buying

Pentagon secrets. There were demands for a congressional investigation.

"The action is not only disgraceful, but illegal," said Rep. Samuel S. Stratton, D-N.Y.

Rep. Lucien N. Nedzi, D-Mich., said "this is unprecedented, so far as is known-a member of Congress purchasing information from the executive branch."

Sen. Harold E. Hughes, D-Iowa, a member of the Senate Armed Services Committee, said his immediate worry was that if operators with contacts inside the Pentagon are selling secrets to congressmen, they could be peddling the same material to agents of foreign countries.

Runnels, 48, is a wealthy southwesterner with land, cattle and oil business holdings. There are extensive military operations in his rural New Mexico district.

First elected to Congress in 1970, Runnels has become known on Capitol Hill for being very outgoing - "a real good old country boy who's quick to make friends," is the way one colleague describes him,

Runnels repeatedly has said he is disturbed by great waste in the Defense Department.

"How contracts are drawn and renegotiated is the root of all evil" in Pentagon business dealings, Runnels said.

A look at the transcript of censored hearings held behind closed doors in the Armed Services Committee a year ago shows that Runnels was concerned about the problems of cost overruns in the Air

Runnels recalls that he first heard from one of the Pentagon information peddlers last summer:

"They telephoned me at my office. They said they believed I was for good honest government. And would I be interested in meeting with them?"

The congressman gave them his personal phone number "so that no one could listen in on our conversations." He set up a meeting in his private office on the seventh floor of the Longworth House Office Building.

### Insisted On Cash

"They first offered me well, it was like a menu. It was a list of subjects and the price, they said, was \$1,000 for any subject I wanted information on," said Runnels.

"They insisted on cash payments. No checks. No records," said Runnels.

On that first visit, when the "menu" was presented, there were two men. These two came to see Runnels in subsequent meetings. The third man participated in only one of the sessions.

Runnels said he made two purchases from them. Each time he paid \$1,000, primarily in \$50 and \$10 bills, the Congressman said.

"The information they sold was accurate. It was right on the button," Runnels said, "It . was marked 'confidential'."

"I was bothered because they had access to classified information and they were selling it."

### Raised Their Prices

But Runnels said it wasn't until they jacked up the price on the material that he stopped buying. They raised the price to between \$3,000 and \$3,500 per set of secrets last fall. Runnels said they asked him to put them on a monthly retainer which would have amounted to at least \$36,000 a year. That's when he stopped dealing with them.

Runnels said he was "given the impression" that the two men he dealt with regularly

The two operated out of "some kind of office of their own. They had a nongovernment phone where I could reach them. It was like a business phone."

As recently as three weeks ago Runnels tried to renew his contact with the two men but discovered their phone had been disconnected.

The mysterious third man was believed by Runnels to hold a Defense Department

### Slipped Papers Under Door

Runnels said the three information-sellers emphasized in their hideaway meetings with him that he should never be seen talking to them in public.

They would slip the secrets under his private office door in the dead of night, said the congressman. "They even seemed to know the work routine of the cleaning people, so they could get the material onto my office floor after cleanup time," he said.

Committee colleagues of Runnels expressed surprise that any member of the Armed Services panel would think he had to lay out money to find out what's going on inside the defense establish-

"I've had stuff brought to me from the Pentagon, secret as hell," said Rep. Otis G. Pike, D-N.Y. "I find there are quite a few people within the military sphere who come to me with information, classified or not, and turn it over."

Rep. Richard C. White, D-Tex., said his tips frequently come from people who work for defense contractors and are unhappy with performance or pricing.

### **Members Critical**

"How do you sleep with yourself when you buy classified information?" asked Rep. John E. Hunt, R-N.J., a former sheriff and war hero.

"If I am ever approached, you'll have no trouble identifying the approacher," said Hunt. "He'll be decorating the nearest wall and missing his

continued

43-member conmittee he felt Force. He gallest to not de little Approved For Reinase 2004/06/09 : Glar Roman de little Pentagon or had been in research and development jobs there recently. costs.

teeth. I don't go for that kind of stuff."

Rep. William L. Dickinson, R-Ala., said he seeks information from official Pentagon sources by mail on a weekly basis in order to get informa-tion which is classified.

Senior Armed Services Committee members seemed particularly surprised to learn that secrets had been paid for, since all committee members are entitled to get background material from the Pentagon through Frank M. Slatinshek, chief counsel of the commit-

### Complained to Laird

But Runnels said members cannot obtain confidential, secret or top-secret documents through committee channels unless they supply dates or other specific characteristics of the information they seek.

Runnels also appeared to be interested in obtaining inside information so that he could ask informed questions.

The Armed Services Committee has 43 members. When a witness appears before them, the most senior Demo-cratic and Republican members ask the first questions.

Last year Runnels had virtually no seniority. And one time, when then-Defense Secretary Melvin R. Laird was testifying before the group, Runnels complained:

"Mr. Secretary, by the time you get to this end of the line all the questions have been answered."

By SEYMOUR HERSH New York Times News Service

Four top officials of the Central Intelligence Agency are planning to retire within weeks in what some high-level officials believe is the first round in a major revamping of the agency under James R. Schlesinger, its new director. None of the men, all super-

grade employes of the agency, have reached the CIA's mandatory retirement age of 60,

datory retirement age of 60, but have been told—in effect
— to retire, well-informed sources close to the agency said yesterday.

Those leaving are:

Bronson Tweedy, a former deputy to outgoing CIA chief Richard M. Helms. Tweedy served as director of the CIA's National Intelligence Program National Intelligence Program Evauation staff, a key intra-governmental intelligence review board. Tweedy also was formerly chief of station for the CIA in London.

The CIA in London.

Thomas Parrott, a deputy to Tweedy who has worked in various positions on the CIA headquarters staff since the

early 1960's.

oThomas Karamessines, director of the agency's clan-Karamessines, destine services, the so-called "dirty tricks" department, which is responsible for both

which is responsible for both espionage activities and cover intelligence operations.

• Laurence Houston, the general counsel of the CIA who has been involved in a number of highly publicized disputes in recent years, including the successful attempt to suppress — before publication — a book written by a former CIA official, Victor Marchetti.

Knowledgegeble sources said

Knowledgeable sources said that the four men were fired by Schlesinger, who replaced Helms less than three weeks ago with what was said to be a mandate from the White House to streamline the CIA. Helms has been named am-bassador to Iran.

But one high-ranking agency official disputed the contention that the men had been ousted and claimed that the officials "were soon about to go" at

their own request. Another source said, however, that "the CIA never fired anybody before like this. It's extraordinarily brutal."

Schlesinger, a former chairman of the Atomic Energy Commission and former official of the bureau of the budget, has a reputation as an ex-cellent administrator. He spent 18 months in 1970-71 working on a high-level White House analysis of the intelli-

gence community and its pro-grams which was said to have been personally ordered by Nixon.

It could not be learned whom Schlesinger has named, if anyone at this point, to re-place the ousted men. One old CIA hand who is believed to be staying on with added authority is John Maury, the legislative counsel of the agency who formerly worked as a chief of station in Athens, Greece.

## Fifteen Years Later:

# Reflections on a Top Secret Report

"The public," wrote retired President Dwight D. Eisenhower in his 1965 book, "Waging Peace," "became bewildered and upset when word got out that a far from optimistic secret report had been made to me in the National Security Council." "A roughly accurate account" of that report, Ike added, "soon appeared in a local publication." The publication was The Washington Post; the date was Dec. 20, 1957, and I was the author. The document was known as the Gaither Report. Now, more than 15 years later the top secret report has been made public because the New York Times asked for it under terms of the Nixon administration's reclassification system put into effect in the wake of the Pentagon Papers case. Mr. Nixon's NSC refused the Times' request but the Interagency Classification Review Committee, headed by Ike's son John, overruled the NSC and declassified the report.

To read the 40-page document today, and to compare it with what I wrote and what Ike later wrote, is like dipping into an old shoe box that holds the family photos and clippings. It revives old memories and stirs one to re-

flect on history.

The Gaither Committee was created by Ike in early 1957 to took into civil defense, but the members decided to canvass the larger spectrum of Soviet-American military relationships. The group's name came from H. Rowan Gaither Jr., the first chairman who had to drop out because of illness. It was completed under Robert C. Sprague and William C. Foster as co-chair-men. Foster later headed the Arms Control and Disarmament Agency.

What differentiated the Gaither Report from other such inquiries waswhat occurred while it was being written: the first Soviet ICBM test and then, six weeks later. Sputnik. The report went to lke a month after Sputnik when the United States was in a state of public alarm over its detenses. The Gaither panel, however, had been privy to the most top secret data in the government files, had viewed the secret U-2 photos of the Soviet Union, had before it a CIA estimate that the U.S.S.R. would orbit a satellite before the U.S. could and had estimates of the expected Russian ICBM lead from probably achieve a significant ICBM which came the "missile gap" that delivery capability with megaton war-John F. Kennedy would use so effect heads by 1959." Curiously, when Eisentively against Richard M. Nixon in the 1960 campaign

What did the Gaither Report say? It accepted the conclusion that "U.S.S.R. ment that the Soviet Union "could, by intentions are expansionist," that Mos-late 1959, possibly launch an attack cow was building military power against the United States with 100"

cates an increasing threat which may become critical in 1959 or early 1960," though all five other points Ike re-in "case of a nuclear attack" there counted are in the report. would be "little protection" afforded the population of the United States.

An appendix set up four time frames: from the moment of writing to 1959 or early 1960; from 1959-early 1960 to 1961-1962; 1961-1962 to 1970-1975, and, finally the period beginning in 1970-1975. In the gross the estimates were rather perceptive but on the critical matter of timing they gave the Soviets too much credit too soon. The panel guessed, in the initial time frame, that "the Soviets are probably taking a calculated risk during this period and are shifting a large part of their national effort from manned bombers to long-range ballistic missiles" with the effect that "a surprise attack could determine the outcome of a clash between these two major powers." We now know that the Kremlin did take such a gamble but not until about the time of Nikita Khrushchev's ouster in 1964. Thus the "very critical period for the U.S." the panel foresaw for 1959-early 1960 to 1961-1962 did not occur, if it ever occurred, until the years after the 1962 Cuban missile crisis. As to the final period in the study, starting in 1970-1975, the panel correctly assumed bigger and more accurate missiles on both sides that "might destroy approaching 100 per cent of the urban population . . ."

What did the Gaither Report recommend? It called for a massive increase in the then current \$38 billion defense budget of \$19 billion for "measures of highest value" over the next five years plus a second level of priority projects adding another \$25 billion in the same period. Two other contingent estimates brought the possible five-year total to over \$61 billion in added expenditures for defense, active and passive.

The report was full of alarm and worry, all based on what we now know were many bad estimates and extrapolations from the too meager intelligence available. The "next two years" were described as "critical" and it was added that "if we fail to act at once, the risk, in our opinion, will be unne-taken . . . eptable."

hower disclosed much of the report in his book he wrote that among its "sobering observations" was the statecounted are in the report.

My own story on page one of The Washington Post caught the flavor of the report though, in retrospect, the words I used were even more frighten.

ing. The dollar figures I reported were close to those in the report. Ike wrote that there was a big argument over releasing the report and that Vice President Nixon commented that "most of the recommendations are already in the papers anyway." Ike also wrote of "the set of tables estimating the relative strength" of the U.S. and U.S.S.R. over "the next several years" but there is no such table in the report as now released.

What effect did the report have? Ike. considered the report too alarmist and said it "could not be accepted as a master blueprint for action." He was thinking of not just "a single problem" but of "the totality of the national and international situation," including "keeping plans and costs within bounds." His reaction was the right one. He did accelerate, as the report recommended, the Polaris submarine program and take steps to protect the SAC bombers. But he turned down the multi-billion dollar shelter program (Kennedy revived that, to his regret), Ike stepped up the ICBM program but he avoided the recommendation to ereate an ABM capability "at the earliest possible date." In short, Ike did not

A remarkable point about the Gaither Report is the minimum attention paid to the political-diplomatic aspects of the problem. It never went beyond stating, in italies, that "this could be the best time to negotiate from strength, since the U.S. military position vis-a-vis Russia might never be as strong again." The panel, in an oblique reference to the then top seeret U-2 flights over the Soviet Union, which had begun a year earlier, did "urge exploitation of all means presently at our disposal to obtain both strategic warning and hard intelligence, even if some risks have to be

Soon after the Gaither Report came The U.S.S.R., it was estimated, "will the public Rockefeller Report on national security, put together by a panel with Henry Kissinger as the key staff man. This group did not have access to top secret data as did the Gaither group but it had some unofficial help from the latter. Its recommendations were similar and it called for adding

"beyond any Approved For Release 2001/06/09 CIACROP84 00499 R001000110004-0 fense," that the evidence clearly indicarrenals." The figure 100 appears no

"for the next soveral years," not including the cost of civil defense. On the eve of the 1960 Republican convention Gov. Rockefeller won Vice President Nixon's approval to include in the GOP platform the burden of the Rockefeller Panel report, much to Eisenhower's anger and disgust. That only added to the "missile gap" rhetoric by the Democrats.

In retrospect, the Gaither Report demonstrates once more the dangers; of drawing hard and fast conclusions about the Soviet Union from fragmentary intelligence. It led to an seceleration of the arms race, first moderately by Eisenhower and then massively by Kennedy, with only nominal attention to efforts to negotiate with Moscow on limitations. And it was all done as secretly as the government could manage. My own reporting on the Gaither Report added to the "missile gap" frame of mind. The only exculpation for that is that it reflected what the "best and the brightest" of those days thought were the facts of life.

# Middle-Rank Diplomat Seen as Envoy to China

By OSWALD JOHNSTON Star-News Staff Writer

The first permanent American diplomatic mission in China in more than 20 years is almost certain to be headed by a middle-ranking Foreign Service professional who will not carry ambassadorial rank, informed sources here indicate

But only that formality will be lacking to prevent the forthcoming exchange of "liaison offices" with China from amounting in everything but name to fermal diplomatic relations with a nation whose enmity less than 10 years ago seemed implacable.

The liaison offices announced yesterday in a joint Chinese-American communique and later described more fully by Henry A. Kissinger are to have full diplomatic privileges and immunities, including the right to communicate with their governments in code.

Acceleration of the Washington-Peking relationship to the brink of a formal exchange of ambassadors comes just one year after President Nixon's visit to China, and its suddenness came as a surprise even to optimists among Washington's China-watchers.

### Significant Aspect

The most significant aspect of the new exchange is Peking's willingness, for the first time, to permit a permanent diplomatic mission from Peking in a capital in which the Nationalist Chinese regime still maintains an embassy. Reference to the continuation of American dirlomatic relations with the Taiwan government and the continuing presence of American forces on the island were almost pointedly absent from yesterday's communique.

Other aspects of the new expansion of Chinese-American relations generally had been expected, especially after Kissinger's negotiating visit to Peking last weekend included a lengthy conversation with Chairman Mag Tsotung For the Peking Last weekend included a lengthy conversation with Chairman Mag Tsotung For the Period For the Perio

exchanges specified in yesterday's Chinese-American joint communique—claborated on by Kissinger as including a China trip for the Philadelphia Orchestra and a visithere of an exhibition of archeological treasures from Peking's Forbidden City — had been expected.

### Trade Prospect

Likewise, the declaration of hope for expanded trade had been generally forecast by State Department China specialists—one of whom earlier this week forecast that American trade with China would soon be second only to Japan's.

Similarly predictable was Peking's willingness to release outright two U.S. airmen who became captives in China during the Vietnam war, and its willingness to reconsider the case of acknowledged CIA agent John T. Downey, a prisoner in Peking since 1952.

Beyond those points, however, the obstacle of the Nationalist regime on Taiwan seemed to loom insuperably.

Even the so-called Canadian formula worked out at the beginning of China's new diplomatic opening to the West nearly three years ago required Ottawa to designate Peking as the only government of China before full recognition could be achieved.

The unspoken corollary of this formula was that diplomatic relations between Ottawa and Taipei were broken even as the diplomatic links between Ottawa and Peking were being forged. The same formula, with the same consequences, occurred in each instance since 1970 in which a Western or Third World government opened formal relations with China.

### Jackson Request

Earlier this month, on the eve of Kissinger's climactic Peking visit that wound up Monday, Sen. Henry M. Jackson, D-Wash., called for an American break of relations

The arrangement Kissinger brought home with him has clearly departed from that formula,

China's feud with the Soviet Union rates high among causes believed turning Peking toward the United States and contributing to the magnitude of the steps announced yesterday.

Kissinger's 45-minute account of his Asian travels yesterday at the White House was full of optimism and expressions of good feelings. He even went so far as to claim that the United States stands in the same relation to North Vietnam with respect to Indochina today as it stood with China with respect to Asia a year ago—that is, on the eve of Nixon's Peking visit.

### Forces in Taiwan

On one point, however, Kissinger made it plain the United States had not yielded and probably would not yield.

"We, of course, continue to maintain diplomatic relations with Taiwan," Kissinger said. He added:

"The level of our troops on Taiwan is not the subject of negotiations, but will be governed by the general considerations of the Nixon Doctrine with respect to danger in the area."

To connoisseurs of such things, the phase "not the subject of negotiation" carried a whiff of the old Cold War attitude that branded Peking for more than 20 years an implacable enemy and, for a while in the 1950s, brought the United States and China to the brink of war.

As recently as 1971, Peking appeared to regard the U.S. garrison on Taiwan as a concrete threat to Chinese security, and it appeared that a sub-

stantial reduction of the American role in Asia would be a basic requirement before any Peking-Washington rapproachement could take place.

Since then, there has been ample reason to believe that Peking would accept a considerable U.S. presence in Asia in preference to an enlarged Soviet presence, and the widely acknowledged Chinese role in helping bring the Vietnam war to a negotiated settlement is a token of this.

Now that the war is over, as Kissinger observed yesterday, U.S.-Chinese relations can accelerate still faster toward "normalization." But, as Kissinger also reminded his listeners, the Nixon Doctrine in the aftermath of the war means a continuing U.S. role in Asia, and this, too, China now seems prepared to accept.

Chairman Map Proved For Revelase 2001/06/09 pa CIA RDP84-00499R001000110004-0
The cultural and scientific a horman diplomatic exchange

with Peking.

### Fliers Held by China Were Seized in Korean War

The two fliers who are soon Flynn of the Navy, who was to be released from imprison-shot down on Aug. 21, 1967. ment in China were both captured when their planes were Lieutenant Flynn had been one shot down after straying over of four crewmen on two planes the North Vietnamesa border that straying into South China

E. Smith of the Air Frrce, has escape North Vietnamese jets. been in Chinese custody since Sept. 21, 1965, when the truder bombers, had been

quarters in Saigon reported at the Pentagon added, the time of his disappearance. The Chinese reported that that he radioed that his plane the pilot of the other plane had developed mechanical dif-had been killed. The fate of ficulties and a fuel shortage the two remaining crewmen while on a routine patrol over has still not been reported.
the Gulf of Tonkin.

Six days after the two

the North Vietnamese border, that strayed into South China One of the men, Maj. Philip while maneuvering in clouds to

F-104 Starfighter that he was participating in a raid on a flying was downed. railyard near Hanoi, about 75 flying was downed.

United States military head-miles from the Chinese border

Six days after the two planes A few days later, however, were shot down, a captured Hsinhua, the Chinese press American who was not identiagency, published a photograph fied but who is now believed agency, published a photograph of the flier, who was apparently unhurt, and reported that his plane had been shot down by Chinese jets.

The Hsinhua report said that Major Smith had intruded "deep" into Chinese airspace and had carried out "military provocations." It added that Captain Smith who is now 38 years old, was captured as he attempted to flee.

The second flier whose imminent release was reported by Hsinhua to have been Lieutenant Flynn was reported by Hsinhua to have been Lieutenant Flynn was reported by Hsinhua to have been spent in solitary confine-ment.

The Hsinhua report said that rally in Nanning, in the Kwang-down in Chinese territory durbing the Korean war. He was sentenced to life imprisonment.

During the period of the two fliers' captivity the Pentagon and had carried out "military aircraft was forced of which time he said had down in Chinese territory durbing the Korean war. He was sentenced to life imprisonment.

Mr. Downey, of New Brithan Downey, of New Brithan Conn., was arrested with disclosed that Mr. Downey had also been an agent for the Central been on the plane. Both men Intelligence Agency. He said were identified at the time by then that the United States had united States had united states officials as civil-made known to the Chinese in made known to the Chinese are to be released.

Flynn, prisoners of the Chinese, are to be released.

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United Press International

Maj. Philip E. Smith, left, and Lieut. Comdr. Robert J. Flynn, prisoners of the Chinese, are to be released.

By Aldo Beckman

Chicago Tribune Press Service

WASHINGTON, Feb. 22-The United States and China and nounced today they are estab! lishing regular government missions in each other's capi tals and beginning a broad program of scientific, cultural and other exchanges.

The missions, called liaison offices and thus falling short of formal diplomatic recognition, were announced in a joint communique released simultaneously in Washington and Pe-

Henry Kissinger, national security affairs adviser, said at the White House the liaison offices would have broad activities similar to those of embassies without being called embassies.

WHEN THE communique was made public, Kissinger, who returned earlier this week from his latest visit to Peking, said that the Chinese have agreed to release two American pilots imprisoned for years since their planes were shot down when they strayed over North Viet Nam.

weeks will be Air Force Maj. China. Philip Smith, of Roodhouse, Ill., who has been held in China since Sept. 20, 1965, and Navy Lt. Comdr. Robert Flynn, who has been a captive since Aug. 21, 1967. Flynn is a native of Houston, Minn., and his wife, Kathy, now. lives in Colorado Springs.

Chou En-lai also sent word to President Nixon that the Chinese will review the prison sentence of the third American held in China-John Downey, identified as a Central Intelligence Agency agent who has been in prison since 1952.

THE CHINESE periodically review prison sentences, Chou told Kissinger, and decisions on commutation or reduction are made on the basis of the pris-beginning." oner's behavior.

"Downey's behavior has been exemplary," Kissinger remarked, noting Chou promised that the American's sentence will be reviewed in the second half of this year.

The communique said that China and the U.S. have "agreed on a concrete program of expanding trade, as well as scientific, cultural, and other exchanges."

Kissinger said the Philadelphia Sympony Orchestra will visit China by this fall and that arrangements are being made China while on missions against for medical and scientific groups and elementary and Coming home within a few high school teachers to visit

> THERE ALSO WILL be increased visits to China by U. S. congressmen and senators. The Chinese have agreed to welcome amateur American baskethall, swimming, and diving teams in the next year or so.

In return, the Chinese are Kissinger said that Premier planning to send an archeological exhibit from Peking's Forbidden City to the U.S. sometime next year. Chinese water conservation experts also are scheduled to visit the U.S., as well as a group of high energy physicists and a gymnastic team.

Additional contacts will be developed after the liaison offices are opened - expected, according to Kissinger, in a matter of months. The head of each office, who will hold no formal diplomatic title, will be named within a month, the President's adviser said.

THERE WILL BE no restriction on the size of the offices. he added, but predicted they will be of "moderate size at the

The possibility of exchanging newsmen, and permitting establishment of news bureaus in the two countries will be discussed after the liaison offices are opened, Kissinger said.

He said the question of \$250 million in blocked American claims in China and \$78 million

in blocked Chinese assets here will be discussed by Secretary of State William P. Rogers and Foreign Minister Chi Peng-pei next week. Rogers and Chi will be attending the international Viet Nam peace conference opening in Paris next Monday and will have private talks outside the conference sessions.

THE QUESTION of the blocked assets and claims is the biggest stumbling block to increased trade with China, Kissinger said. However, he indicated he did not anticipate difficulty in negotiating those differences.

The normalization of relations between Washington and Peking are not directed against any other nation, Kissinger emphasized.

He said the question of Taiwan was discussed during his Peking visit, noting that the question of Nationalist China is an issue about which Peking and Washington "do not have the same perspectives."

He did say, in reply to a question, that there will be no immediate reduction of American troops stationed in Taiwan. He said American troop strength in that area is not subject to negotiation.

### A C.I.A. Analyst Disputes General in Ellsberg Trial

### By MARTIN ARNOLD

Special to The New York Times

affidavit by an analyst for the was giving the same statistics fact be exculpatory. He ordered Central Intelligence Agency, disputing a general's testimony, has emerged in the Pentagon papers trial and led today to a defense demand that the chief prosecutor be removed from the case for misconduct.

Attorneys for Daniel Ellsberg and Anthony J. Russo Jr., the defendants, also asked that the prosecutor, David R. Nissen, be held in contempt on the ground that he had attempted "to silence a witness," the C.I.A. analyst, and that he "has once again sought to suppress" evi-

On the same ground, the defense again filed a motion to dismiss the entire case.

The analyst is Samuel A. Adams. According to his affidavit, he-read in The New York Times on Jan. 20, 1973, an article reporting the testimony of Lieut, Gen. William G. De-Puy, a Government witness.

General DePuy told the jury that the disclosure of the Pentagon papers and also particular-, ly the disclosure of a 1968 Joint Chiefs of Staff memorandum could have been helpful to Hanoi during the Vietnam war.

General DePuy helped write the Joint Chiefs of Staff memorandum, which is one of the 20 documents involved in this case, and in his testimony he cited statistics from it purporting to be the numbers of troops that the Communists committed to the Tet offensive in January, 1968.

These statistics were called: the Vietnamese Communist order of battle," and part of Mr. Adams's job at the intelligence agency from late 1965 to April, 1972, was to analyze and report on those statistics.

He now says that he subsequently came to the conclusion that "the statistics were derived from numbers which had been deliberately fabricated in late 1967." He says that he read in

to the jury in this case.

On Jan. 24, his affidavit says, he sent a memorandum to Lawrence Houston, general counsel of the intelligence agency, and asked that the facts "be brought to the immediate attention of the Department of Justice because it seemed to me to bear on the Pentagon papers trial."

When he did not hear from Mr. Houston, Mr. Adams, who believed that the facts constituted exculpatory material, sen a second memorandum to Mr. Houston. This memo said that if Mr. Adams had not heard from Mr. Houston by noon on Feb. 1, 1973, the analyst would send his own material directly to the Justice Department, according to the affidavit.

Exculpatory material is material possessed by the prosecutor that would tend to prove the innocence of the defendant, and the prosecutor has an obligation under the Constitution to turn it over to the defendant.

On Feb. 1, the affidavit says, Mr. Adams was informed by .Mr. Houston that the material; had been sent to the Justice Department, and the following involved in this case was listed day he was asked to prepare in Rand's computer as being a memorandum of record en- classified material controlled "Possible Exculpatory by the corporation. titled Evidence."

He was assured that this would be sent to Mr. Nissen here to be turned over to Federal District Court Judge William Matthew Byrne Jr., who is presiding over thetrial.

Mr. Adams said that he would abide by the judge's decision on whether it was exmunicate with the defense.

### Ruling Reported

On Feb. 9, Mr. Adams says, he reecived a memorandum ment employe. This is importfrom John K. Greancy, assistant ant because the indictment acgeneral counsel to the C.I.A., informing him that the Justice Russo of, among other things, Department had said that Mr. failing to deliver the documents Nissen had discussed Adams's material with the judge and that the judge had ruled that it was not exculpatory.

The 1968 Joint Chiefs of in 10 of the 15 counts against land one count of conspiracy, the defendants, and in one of those counts it is the only doc-, ument.

Today the judge said in court

that he had never discussed The Times Approved For Release 2001/06/09!: CIA-RDP84-00499R001000110004-0

but Mr. Nissen refused to com-

In addition to asking the judge to take action against Mr. Nissen and to dismiss the case, the defense also asked, as a lesser remedy, that the Government be precluded from offering any evidence on the Joint Chiefs of Staff memorandum and that all of General DePuy's testimony and testimony pertaining to the memorandum by another Government witness, Brig. Gen. Paul F. Gorman, be stricken from the record.

The judge set tomorrow afternoon for an oral argument on the motions.

Meanwhile, Government witness, Jan Butler, a Rand Corporation employe who used to be Rand's top secret control officer, testified today until May 20, 1970, the copy of the Pentagon papers that Dr. Ellsberg is accused of copying was not in the regular Rand security system and that the particular set of the papers involved in this case was listed

The defense contends that the particular 18 volumes of the 47-volume Pentagon papers that Mr. Ellsberg is accused of copying was not in the Rand security system and that Dr. Ellsberg had a special relationship to them. Miss Butler testified that when she first heard of these volumes they were in culpatory and would not com- fact referred to as the Ellsberg papers.

She testified under cross-examination that she was not now and never had been a Governcuses Dr. Ellsberg and Mr. Mr. "to the officer or employe of the United States entitled to receive them.'

Dr. Ellsberg and Mr. Russo are accused of eight counts of Staff memorandum is involved espionage, six counts of theft

## ACCESS TO PAPERS

Witness Says 5 Persons Could Look at Files

#### By MARTIN ARNOLD Special to The New York Times

LOS ANGELES, Feb. 16-A former friend and colleague of Daniel Ellsberg at the Rand Corporation testified today that he knew of no "special arrangement" at Rand regarding the Pentagon papers.

The Government witness in the trial of Dr. Ellsberg and Anthony J. Russo Jr. was Richard H. Moorsteen, now a Rand consultant and also a foam rubber manufacturer in San Diego.

Mr. Moorsteen did say that only a "narrow" list of people had access to the papers at Rand—five persons in all—but that nonetheless as far as he was concerned the papers were always within the regular se-

curity machinery.

It is the contention of the defense that the copy of the Pentagon papers that Dr. Ellsberg in turn later copied and helped make public was in fact the private papers of three Defense Department officials who had sent them to Rand for storage, but who gave Dr. Ellsberg and Mr. Moorsteen primary largers to them. They were related in the papers into his office and asked him if he wanted them and that he had replied, "I said like cell." and that he had immediately called Mr. Rowen. This cell, he said, led to the papers' heing injected into access to them. They were not in the regular Rand security system, the defense says.

papers' being injected into Rand's security system.

Dr. Ellsberg and Mr. Russo

#### A Model Employe

tified that this was not his the trial, which was recessed understanding. He depicted until Tuesday. himself as a rather model Rand employe, a bit roguish perhaps, who came to work late—"ten-ish," he said laughingly—and who broke a few minor security regulations, all about as serious as a schoolboy caught smoking. Otherwise, he was very "meticulous" in handling classified documents

He implied, without actually saying so, that his friend Dan Ellsberg was not quite such a good boy while at Rand.

Mr. Moorsteen is a tall, thin man in his late 40's with black hair. He has black-rimmed glasses, and he wore a tweed jacket, flannel slacks, a red tie and a red and white striped

The three Defense Department officials who sent a copy of the papers to Rand for storage were Paul C. Warnke, then Assistant Secretary of Defense for International Affairs, and two of his top assistants, Leslie Gelb and Morton H. Halperin, and it was they who gave Dr. Ellsberg special access to their copy.

#### Access Given in Letter

In a letter written on Oct. 6, 1969, to Henry S. Rowen, president of Rand, a letter now in evidence, Mr. Halperin and Mr. Gelb also granted access to their copy of the papers to Mr. Moorsteen.

But Mr. Moorsteen swore today that he never knew of the existence of that letter. He learned months later from Rand's top security control officer, Jan Butler, that he had access, he said, in a contradiction to the defense's control of the defense's control of the defense's control of the defense tion to the defense's contention.

He testified under cross-examination by Charles R. Nesson and Leonard I. Weinglass, defense attorneys, that on May 20, 1970, Dr. Ellsberg's last day at Rand, Dr. Ellsberg brought the papers into his office and

Dr. Ellsberg and Mr. Russo are accused of eight counts of espionage, six counts of theft, Mr. Moorsteen, however, tes- and one count of conspiracy in

CZECHOSLOVAKTA

NEW CIA OBJECTIVES REQUIRE NEW CIA LEADERSHIP

\_\_Article by Jan Kovarik entitled: "Changes in CIA Leadership -- A Spy Is
Returning to the Scene of the Crime"; Prague, Tribuna, Czech, No 6, 7 February 1973,
pp 1, 16\_7

Last November Richard Helms, director of the American Central Intelligence Agency (CIA), handed in his resignation. A few days after his re-election President Nixon accepted it and named James R. Schlesinger to be Helms' successor. Thus the seven-storyed concrete headquarters as well as the several thousand spies located throughout the entire world got a new chief:

what is CIA and what is its purpose? Its purpose is to implement objectives of American policy by the use of methods which cannot stand the. light of day. When President Truman first established it in 1947, his concern was the greatly expanded American agressive policy of "containing communism" and the waging of the cold war against the socialist countries, primarily the Soviet Union. Every year CIA has at its disposal several billion dollars and in fact it is a sort of state within a state. For neither Truman himself, nor yet his successors lisenhower, Kennedy and Johnson had succeeded in its interpret to do it when he gave the CIA chief control over the other United States intelligence components, wishing to thus, cain his allegionace to himself, but todate this attempt has remained but an attempt. The various American organizations still continue to carry out independent operations in the field of intelligence and

espionage abroad. Thus the Nixon move has failed in its purpose.

According to American commentators, however, the real reasons for the reorganization lay elsewhere. They lay in the fact that the intelligence agencies were unable to keep Nixon informed of the developments in China at the time when he was beginning to think of his Peking visit, and that the 1970 attempt to free captured American flyers from the Son-Tay camp in North Vietnam was a total failure; they lay in the circumstance that the secret service had given a wrong evaluation of the possibilities for a Saigon and United States intervention in Laos in March 1971 — the interventionists at that time suffered one defeat after another, inflicted upon them by the patriotic Laos forces.

Although CIA was established mainly for operations against the socialist countries, the results of their endeavor in that direction have remained indifferent, thanks to the vigilance of the security organs of these countries. That is why in the sixties the espionage operations came to be directed primarily at citizens of the socialist community arriving into or another.

One of the capitalist countries. Through talks with them the agency sought to gain information which was of interest to the CIA leadership. This policy is still being followed by the American intelligence. But despite the means and effort expanded on this, the results are meager, despite the fact that the CIA uses readily all the various renegales and turncoats from the communist and workers' movement in its struggle against socialism.

The CIA is putting an ever greater emphasis on operations in the developing countries. This is done not only as an effort to discredit

the foreign policy of the socialist states but also in order to impede as much as possible the developing countries' struggle for independence. Moreover, the developing countries of Latin America, Asia and Africa are a source of raw materials while at the same time being a huge potential consumer market for the products of the American monopolies. Pashington is also eager to get information about the internal political developments in the developing countries, especially information on how the various forces are distributed.

Understandably American agents, be they working as employees of embassies or as "business representatives" of companies, do not always have a total access into the local community and can get easily compromised.

That is why the CIA intends to set up abroad "private companies" (financed from the United States) whose members would be citizens of the country in which the organization is operating. According to the secret report of the American Council for Foreign Relations with Countries of Latin America, Asia and Africa, which are countries where Americans are being closely watched and where they will be watched ever more closely, "it is ever more desirable to make use of foreign nationals." The purpose is to establish a "community of interests" between the CIA and these foreign nationals. In other words --- to turn them into devoted supporters of the United States policy (naturally with the help of American dollars).

The new CIA leadership must harmonize with the new CIA objectives. Although Helms did take part in the CIA reorganization work during the period of 1969-1971 (President Johnson put him in charge of it in 1966), Schlesinger, his present replacement, was already at that time being groomed for it. Of no avail to Helms was his part in the founding of the CIA, and the fact that he

had gained the West German secret service, including its chief, Gehlen.

Already in 1969 Nixon appointed his own man to be Hems' deputy -- Lt. General R. E. Cushman, who was supposed to keep watch on his chief and to give Nixon timely warning of any intripues plotted against him. Cushman fulfilled his assignment and "revealed" Helms to be a critic of Nixon and a man who was assembling other Nixon opponents around his person.

Of no avail was even the friendship of Nixon's special advisor, Lissinger. In the middle of December 1972, the daily paper Vashington Star-News wrote that Kissinger was no longer interested in having Helms continue as chief of the CIA. Although Kissinger had stated many times that in his capacity as chairman of the intelligence committee under the National Security Council he had got along very well with Helms, he apparently decided very quickly that it would be better not to anger his master in the Mitte House. The man who had always been there when the CIA "intervened" had to go. He leaves behind him the fiasce of the Bay of Pigs in Cuba, the bloody 196h massacre in Panana, the intervention in the Dominican Republic, the defeat in Chile where the CIA had allied itsef with the ITT monopoly in order to overthrow the government of President Allende, the plan for an assassination of Fidel Castro, the failures in India and Indochina, and other "exploits."

His place is being taken by the h3-year old Schlesinger, a Harvard University graduate, the "idea man" of the Mand corporation and the chairvan of the American Atomic Energy Commission. Even before he entered Mixon's services in 1969, Schlesinger was interested in national security and took part in the preparation of a study concerning proliferation of atomic weapons. His views are expressed in his book, "Political Economy and National Security."

Despite his "soft approach" he is thought to be the man best fitted for the job of being chief of an organization which is expected to help the United States salvage all that is possible to be salvaged. Naturally it must be done inconspicuously and with the conviction that "the best weapon of the United States at the present time is foreign trade and economic pressure."

Six men have already held this job before him. They all have used the cloak and dagger method against progress. And this includes R. Helms who is now being sent by Nixon as ambassador to Tehran. This is ironical in view of the fact that it was just in Iran where Helms took part in 1953 in a plot to overthrow the progressive Mossadeq government. The spy is returning to the scene of the crime.

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Associated Press

Air Force Maj. Philip E. Smith and Navy Lt. Cdr. Robert J. Flynn (left), both prisoners in China, are to be released as "a sign of good will." John

ton-Peking communique last Paris conference on Vietnam, nam, now a highly disputed opportunity night with extreme brevity, officials said, include \$196 mil-lissue in Congress. ther coun-summing it up in three para-

celerated level of exchange visits will include a visit to China this year by the Philadelphia Orchestra and medical. scientific and athletic groups; and increased visits by members of Congress.

else to water conservation and other whether "for mal arrangeing in China astic team and an archeololes would gical exhibit in 1974. Broader allow the people of Indochina ainst any journalistic exchanges are also "a period of tranquility." expected, he said.

lion worth of private American claims of assets seized in visit to Hanoi," he said, "was unregulated. Kissinger, in reporting on million worth of Chinese his Peking talks, said an accelerated level of exchange States. Kissinger said these negotiations are expected "to be concluded rapidly . . . "

When asked if there was discussion of mutual arrangements "to cut off the flow of arms into Indochina," Kiss-China, he said, will send inger said the problem is not

agency. The financial claims to be same manner on American tempted to explain that to the Washing negotiated on the edges of the postwar aid for North Viet-leaders of North Vietnam.

Thomas Downey (right), a CIA agent shot

down in 1952 and originally sentenced to

life, will have his case reviewed again

later this year for possible release.

China, and \$70 million to \$80 not to work out an economic aid program." He said the proposed Joint Economic Commission for the United States and North Victnam is intended to open the prospect for "normal, diplomatic" ties with the more difficult for those emleaders of a nation who "have spent almost all of their lives either in prison or conducting guerrilla wars or conducting international wars." Kissinger said "it is obvious

that the fate of whatever recommendations we made de-which have never been suba period of tranquility." pends on a decision of Con-Kissinger responded in the gress," and he said he at-

THE WASHINGTON POST

Friday, Feb. 23, 1973

## Butchers Sue Over Wage Lid

The AFL-CIO Amalgamated Meat Cutters and Butcher Workmen filed suit yesterday in U.S. District Court to declare illegal and enjoin Phase III mandatory wage controls in the food industry.

The suit by the 550,000-member union was directed against Chairman George P. Shultz and Director John T. Dunlop of the Cost of Living Council.

The union complained that it was "arbitrary, capricious and invidiously discriminatory" to single out food industry employees while mandatory controls were removed from employees in most other industries and while the price

The union said it represents more than 90,000 employees in the food industry who are affeeted by the mandatory wage controls. It said the Cost of Living Council "has made it increase ployees to their wages and improve their working conditions compared with employees in most other industries."

The union said increased prices for raw farm products, ject to price controls, have been the major factor in food prices and the increased cost of living since Aug. 15, 1971.

### Institutional Dirty Tricks

#### By Jeremy J. Stone

WASHINGTON — Most people believe that the function of the Central Intelligence Agency is to collect intelligence. In fact, however, as many as one-third of its 18,000 employes are occupied with political operations. The Bay of Pigs, the Iranian and Guatemalan coups, the effort to overthrow the Albanian Government in 1949, the secret war in Laos and other lesser known operations have been run by the C.I.A.'s Directorate of Plans.

It is hard to argue that the overthrow of a foreign government is "related to intelligence" or an activity done for the "benefit of the existing intelligence agencies." The courts may, some day just throw out C.I.A.'s Directorate of Plans.

There are evidently a series of secret directives approved by the National Security Council in 1948 and thereafter authorizing such special operations of all kinds provided they were secret and small enough to be plausibly deniable by the Government. But even this authority is periodically exceeded because many of the operations are too big to hide, much less to deny when they fail.

C.I.A.'s operations are certainly having an unfortunate effect on American political life. The Watergate trial is an example of the problems that result when C.I.A. graduates enter political life with skills and hardened attitudes

other examples. Not long ago, the C.I.A. brought suit against Victor Marchetti, a former employe, to prevent him from disclosing—evidently in a work of fiction — facts about C.I.A. clandestine operations. The court order demanded that he submit his work to C.I.A. for clearance. This is prior restraint of publication, a most dangerous precedent against freedom of the press.

Even as an instrument of national policy narrowly conceived, C.I.A.'s Directorate of Plans may be a net liability. C.I.A. advocates press upon Presidents plans which they feel obliged to approve: the Bay of Pigswas an example. Agents engaged in these operations in the field are notoriously hard to control and, inevitably, they give off political signals which may or may not be authorized—one rarely knows.

One of the most famous of the C.I.A. political operations resulted in the infiltration of the National Student Association and about 250 other American domestic groups. The C.I.A. official who sold the whole program to Allen Dulles, and set it in motion, was Thomas W. Braden. On Jan. 6, in a syndicated column he now writes, Mr. Braden called for a C.I.A. housecleaning and noted: "The times have changed and, in some ways, they now more nearly approximate the time when the C.I.A. was born. The need then was for intelligence only." He felt the purchasing of loyalty had lasted longer than the necessity for it. This view, when expressed by Mr. Braden, makes one

tional consensus in support of this ongoing bureaucracy—the Directorate of Plans.

Much about the C.I.A. has had a distorting effect upon American democracy. Congressional oversight has been close to nonexistent: even the membership is secret of one such Congressional committee. The unprecedented, and quite unnecessary, secrecy about the C.I.A.'s over-all budget has led to burying the agency's budget in the accounts of other budgets; this violates Article I, Section 9, Clause 7 of the Constitution, under which "a regular statement and account" of Government expenditures is to be published from time to time.

But most important, the C.I.A.'s Directorate of Plans is designed to dothings which the American democratic system might well not approve, things which it cannot discuss, things which the Government is afraid or ashamed to have known. Such things should only be done as a last resort, as an alternative to overt military action in a situation that presents a direct threat to U.S. security. We ought not institutionalize "dirty tricks."

The C.I.A. has a new director in

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The C.I.A. has a new director in James Schlesinger, and the time to re-examine these issues is clearly upon us. Shall we have an agency designed to interfere in the internal affairs of other countries for another quarter-century? Or shall we return to a foreign policy which the public and the Congress can debate, monitor and

to which American society is unexexpressed by Mr. Braden, makes one Jeremy J. Stone is director of the papproved from Release 2004/06/09 of RDP84 00499 R0010001 1000 Lin of American Scientists.

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## By STAN CARTER Washington, Feb. 13 — It's a Cor Three

when he returns next week from his travels to Hanoi and Peking, will being home with him two American fliers who have been held prisoner in the People's Republic of China since early in the Vietnam war.

There is also a fairly good possibility that he will bring home the last Amer-ican prisoner from the Korean war, a

ican prisoner from the Korean war, a CIA agent who has been imprisoned in Red China for more than 20 years.

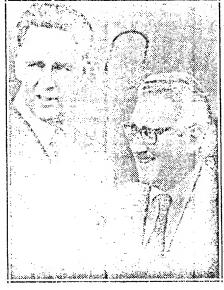
President Nixon's national security adviser arrived in Hong Kong today from Hanoi, after delaying his departure from the North Vietnamese capital for these layers. three hours. The major announced pur-pose of his four-day visit to North Vietnam was to discuss postwar relabetween Washington and Hanoi. But hte trip also apparently produced a speed-up in Hanoi's timetable for releasing American PWs.

#### Fifth Trip to Peking

A Pentagon spokesman, announcing that Hanoi had advised it would release 20 more PWs this week, said that "apparently it is in connection with Dr. Kissinger's visit."

After a brief rest in the British crown colony, the presidential adviser will fly to Peking Thursday for four days with Premier Chou en-lai. It will be his fifth visit to the Chinese Communist capital in 20 months—and again, the concerned properties to discovered. the announced purpose is to discuss possibilities for further improvement in Washington-Peking relations.

But the news learned that another reason for the Peking trip was to seek



Henry Kissinger with U.S. Consul General David Osborn in Hong Kong.

the earliest possible release of the three Americans imprisoned in China — Air Force Mai. Philip E. Smith of Victorville, Calif., Navy Lt. Cmdr. Robert Flynn of Oak Harbor, Wash., and John Thomas Downey, the CIAa gent, of New Putrin Coup. Britain, Conn.

Smith and Flynn were both pilots in the Vietnam war whose planes strayed over Chinese territory. Smith was shot down in the Tonkin Gulf near the Chinese island of Hainan on Sept. 20, 1965. Flynn was flying along the North Vietnamese-China frontier when his plane went down

on Aug. 21, 1967. Downey is an entirely different case. He and another American, Richard G. Fecteau, were aboard a plane that was shot down in northeastern China on Nov. 29, 1952, during the Korean war.

The cover story put out at the time was that they were civilian employes of the Army who just happened to be passengers on a plane that strayed off course on a flight from Korea to Japan. But they were put on trial before the Supreme People's Court in Peking two years later on charges tha they had been dropping Nationalist spies into China.

John Foster Dulles, secretary of state at the time, called the charges trumped up. But the court convicted them of espionage, sentencing Fecteau to 20 years and Downey to life imprisonment. Four Chinese in the episide were executed.

#### Early Release Expected

Fecteau was released, and Downey's sentence was reduced to five years apparently as a god will gesture before Nixon's visit to the People's Republica a year ago. Now the hope is that Downey will be released in another gesture of friendship, but the Chinese have not given any assurance of this.

Chou did promise Nixon last February

would be released — in the President's words—"on the initiative of the People's Republic of China as the PW situation is worked out in Vietnam."

Now that the first batch of American prisoners has been released by North Vietnam, the belief here is that Smith and Flynn will be released quickly. Officials think it is a better-than-even bet that the two fliers will simply be handed over to Kissinger and fly home with him. But if not, they are expected to be turned over to United States consular officials at the Hong Kong border.

Nixon laid the groundwork for an

appeal for the release of Downey at the same time by admitting publicly at a press conference Jan. 31—for the first time—that the American civilian was, in fact, a CIA agent.

"Downey is a different case, as you know," the President said. "Downey involves a CIA agent. His sentence has been, I think, commuted to five years, and we have also discussed that with Premier Chou En-lai. I would have to be quite candid. We have no assurance that



any change of action, other than the commutation of the sentence, will take place, but we have, of course, informed the People's Republic through our private channels that we feel that would be a very salutary action on his part."

#### 5 Years Really 20

When they announced that Downey's sentence had been reduced, the Chinese did not specify when the five-year term had begun. Inasmuch as he has already been imprisoned for more than 20 years, they could announce while Kissinger is in Peking that he has completed the sentence.

"That is a matter where they must act on their own initiative, and it is not one where any public pressures or bellicose statements from here will be helpful in getting his release," Nixon told the Dec. 31 press conference.

But Nixon made it easier for the Chinese to release Downey without losing face with the tacit admission—after 20 years of denial—that the charges against him were true, -7:-3,

#### Approved For Release 2001/06/09: CIA-RDP84-00499R00 0110004-0

## Nixon links Downey-prisoner

By Richard M. Weintraub Globe Staff

An American official has admitted for the first time that the Central Intelligence Agency (CIA) was involved when Rich- Commander John Downey of New Brit- gust 1967, officials said. ain, Conn., were captured by the Chinese in November 1952.

'At his news conference yesterday, President Nixon CIA agent." He thus broke added. with the official US line of the past 20 years that Fecteau and Downey simply were civilian Defense Department employees who had "hitch-hiked" between Tokyo and Seoul on a plane which was apparently shot down over Manchuria.

Pecteau, 46, who was sentenced to 20 years in prison by the Chinese, was released in December 1971 before President Nixon's trip to Peking.

Downey, 43, who initially received a life sentence, had his term commuted to five years when Fecteau's release was announced.

Yesterday at his news conference President Nixon was asked about the status of American prisoners held by the Chinese.

Mr. Nixon said the matter was discussed when he was in Peking last February, and "we have every reason to believe" that two US pilots shot down near Hainan island early in the Vietnam war "will be released on the initiative of the People's Republic of China as the prisoner of

war situation is worked out in Vietnam."

Their names were given as Air Force Maj. Philip E. Smith, missing since September 1965, and Navy Lt. Robert ard Fecteau of Lynn and Flynn, missing since Au-

"I won't go beyond that because this is a matter that should be left to the People's Republic of China, but we have, we believe, every assurance that it said, "Downey involves a will happen," Mr. Nixon

cluded Downey, he said:

"Downey is a different case, as you know. Downey yesterday involves a CIA agent. His evening. sentence of 30 years (sic) has been, I believe, com- versity muted to five years; and Cohen of Harvard Law En-lai, I would have to be Downey's release and toassurance that any change nese relations. of action other than the commutation of the sentence will take place, but we have, of course, informed the People's Republic of China through our private channels that we feel that would be a very salutary action on his part.

"That is a matter where they must act on their own initiative, and it is not one where any public pressures or bellicose statements from here will be helpful in getting his release."

Whether Mr. Nixon consciously intended to identify Downey as a CIA agent



JOHN T. DOWNEY Chinese prisoner

or even to link the CIA to the incident is not known. Asked whether this in- The White House was uncomment available for afternoon

However, a Yale Uniclassmate Prof. Jerome Downey's, we have also discussed School, said the President's that with Premier Chou action is a step toward quite candid. We have no ward improved US-Chi-

Cohen is an expert on Chinese law and has travelled to China at least twice in the past year.

Cohen had stated his belief in 1971 that Downey was a CIA agent both in public hearings before the Senate Foreign Relations Committee and again in newspapers articles, adding that an admission of the CIA-link would facilitate the release of the men.

When the plane was downed Nov. 29, 1952, the State Department claimed it was on a flight from Tokyo to Seoul. When the convictions were court made public in 1954, the United States called the convictions "a most flagrant violation of justice" based on "trumped-up charges." This has been the official US line ever since despite sharp questioning on the issue periodically.

## fillers of classified are breaking lineir own

#### By Theodore Draper

The problem of classified documents, which has so bedeviled the Government, scholars and journalists-not to mention Daniel Ellsberg, Anthony Russo and Prof. Samuel L. Popkin-is usually discussed in a political vacuum. The three main questions hotly debated in scholarly circles are: Who should classify? What should be classified? How long should it remain classified? Whatever the right theoretical answers may be, however, they can have little to do with the real world of classified documents.

In practice, the rules are largely irrelevant or illusory because there is a privileged group that does not abide by them. This group has existed for a long time; its members have systematically violated their own code with impunity and often for profit. They have created, controlled and benefited from a system which is shot through with duplicity, hypocrisy and favoritism. These are strong words, I know, but I use them advisedly.

Who are the guilty ones? None other than the custodians of the classified documents. My own experience has convinced me that they, more than anyone else, constitute the main problem. The case which happened to concern me is worth relating for two reasons: It is absolutely classic in its revelation of how the real system often works; it can be fully documented from beginning to end.

The story may be told as it actually happened. About two years ago, I was asked by the Political Science Quarterly to review a new book, "Intervention and Negotiation: The United States and the Dominican Revolution," by Prof. Jerome Slater. When I read the book, I was astonished to find that about half of it was largely devoted to a running polemic against my own work in which I had been highly critical of United States policy during the Dominican revolt of 1965.

I was also astounded to learn from Professor Slater's preface that he had been given access "to a great number of papers, memoirs and documents which are not now in the public domain"-in other words, classified documents. In return for this favor, Professor Slater had promised to use the material on a "not-for-attribution" or "no-directcitation" basis. He was not required to submit his manuscript for clearance or approval.

I did not think that it was proper for me-now, so to speak, an involuntary "interested party"to review the book, Instead, I offered to write a reply, not a review, discussing the issues raised by the book. Professor Slater tried to prevent the publication of the article without success. It appeared in the Political Science Quarterly of March, 1971. The more I thought about it, the stranger the whole thing became. Here was a book, written by an academician, put out by a reputable publisher, attacking a book of mine on the basis of material which I could not consult or check. There was no way to know whether he had used the material fairly. Even if he had invented it, no one could be the wiser, though that was not a possibility I

seriously entertained.

My own book, "The Dominican Revolt: A Case Study in American Policy," which had appeared in 1968 but was based on articles mainly published in Commentary magazine in 1965-66, made use wholly of open sources, all of them given to the reader so that he or she could make up his or her own mind about the reasons for my reconstruction of the events and my views about them. To be attacked by someone who knew where everything I wrote came from but did not reveal where much of what he wrote came from did not seem altogether sporting.

But Professor Slater was not the first or the last to benefit from this extraordinary favoritism on this very subject. In 1966, the Center for Strategic Studies at Georgetown University had brought out a book, "Dominican Action-1965," which had also advertised that it was based on "restricted" sources. This book was backed by a committee of three well-known former United States diplomats and two Georgetown University professors.

And while I was reading Professor Slater's book, I already knew that a third study of the very same subject, based on the same classified material used by Professor Slater, was on the way. This one, "The Dominican Intervention," by Abraham F. Lowenthal, has since been published by the Harvard University Press.

Still a fourth book which dealt in part with the same events on the basis of much classified material belongs in a somewhat different category because it was written by one of the actors in the story. It was "Overtaken By Events," by John Bartlow Martin, President Kennedy's Ambassador to the Dominican Republic and President Johnson's hapless special emissary at the time of the revolt. Two or three other books might be added to the list. They were done by journalists who somehow or other managed to make use of some classified material. And, it should be remembered, we are now dealing with a single episode in American foreign policy in the last decade.

All this seemed almost too much of a good thing. Or was it a good thing? Here were at least three books with some scholarly pretensions, one of them in good part directed against me, based on classified documents, obviously made available to the authors by high officials of the State Depart-

accuracy.

Theodore Draper, a historian now residing in Princeton, has written "Abuse of Power," "Castro-Princeton, has written "Abuse of Power," "Castro-ment. Yet I could not see the same material to ism: The Apara ved clier, Relea sor 200 1/100/100/10 ClA-RDP 86-98-98-99 1999 1999 1999 1999 Check the books for and other works.

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Or could I? After finishing Professor Slater's book, I decided to make myself a test case. I made up my mind to give the system a chance, to abide by all the rules, to do everything openly and legitimately. After all, I did not have to prove that at least two books (Lowenthal's had not yet appeared) had used classified material; they had boasted of it. All I wanted was the same privilege.

So I wrote to Dr. William M. Franklin, Director of the Historical Office of the Department of State. the following letter:

"I have just finished reading a recently published book by Jerome Slater entitled 'Intervention and Negotiation: The United States and the Dominican Revolution,' published by Harper & Row.

"Professor Slater takes issue with me-I had put out a intle book, 'The Dominican Revolt,' in 1968-partly on the basis of documents not now in the public domain, as he explains [in] his preface. These documents were evidently made available to him by the Department of State....

"Professor Slater's book seems to be the second one which was able to make use of 'restricted' primary sources, obviously originating in the Department of State. The first one to my knowledge was 'Dominican Action-1965,' issued by the Center for Strategic Studies, Georgetown University, in 1966.

"I, therefore, ask for the same privilege to consult and use these documents or materials bearing on U.S. policy vis-à-vis the Dominican Republic in 1965. I will come to Washington at your earliest convenience."

Dr. Franklin took only a week to reply. He assured me that the Historical Office had not made any records pertaining to the Dominican crisis available to Professor Slater or to the Center for Strategic Studies of Georgetown University, He promised to investigate and to write me again as soon as he knew the facts.

I promptly wrote him a second letter which went over the ground again in more detail and which read in part:

"If they [the authors of the two books] did not get them [classified cables] from your office where did they get them? I applied to your office because I considered that the department has given your office the responsibility for its records. But if they can be obtained elsewhere, what is one in my position to do? Complain to the Secretary of State?"

The right place to complain apparently was the Assistant Secretary of State, not the Secretary. Dr. Franklin replied 10 days later to the effect that since the Historical Office had had no contact with either Slater or the Georgetown group, he

was referring my letter to the Assistant Secretary of State for Inter-American Affairs, Charles A. Meyer. So I started all over again with Mr. Meyer. Another letter from me ended as follows:

"This Approved 5 pr. Release 2001/06/09: CIA+RDP84a00499R00190011000440n't think that Slater goes to the heart of scholarly work in contemporary history.

Criticism has been made by eminent scholars of the existing regulations. But it is a scandal when the existing regulations are not equally and fairly enforced in the short period of five years.

respectfully request, therefore, a review of the applicability of the existing regulations in my case. It is, admittedly, a special casebut it is special only in the sense that it is a documented case of how inequitably and unfairly the present system works."

Mr. Meyer mulled over the problem for a month. Then I received this letter from him:

"I have given your letter of Dec. 27, 1970, considerable thought, and I appreciate the reasons for your strong feelings on the matter of equal access by scholars to government documents.

"I do not feel, however, that my personal sympathy for your position can override my responsibility for adhering to the regulations regarding access to classified material. ... I think strict and uniform compliance with these regulations is the only proper course. I recognize that in the particular circumstances of your case, this may seem to be turning a deaf ear to an otherwise reasonable request.

"I sincerely regret that the regulations do not allow me to be more forthcoming to your request, but I hope you will understand my unwillingness to assume responsibility for remedying the actions of predecessors when, as appears to be the case here, the cure would require a fresh departure from the regulations."

I thanked Mr. Meyer for his courtesy and candor. I took his letter to be a dead end. But one thing had been gained. As I read Mr. Meyer's letter, it came as close as could be expected in the circumstances to confirming that his "predecessors" had violated their own regulations regarding access to classified three years earlier. I did not ments available to him.

have as if the United States

Government in general and his department in particular were totally bereft of continuity and had no obligation to take so many precedents set so recently by previous officials into consideration. But there did not seem to be anything else I could do.

Later I learned how Professor Slater had obtained access to the classified material. At least part of the story came out in a recent study called "Classified Files: The Yellowing Pages," made by Carol M. Barker and Matthew H. Fox for The Twentieth Century Fund. Slater told them that in the spring of 1967 he had asked a State Department official with whom he was personally acquainted for an opportunity to see the State Department records of the Dominican crisis. After some time had passed. Slater was informed that he could see the classified files, at that time only two years old. He had bypassed the Historical Office. Neither his notes nor his manuscript was reviewed for breaches of security. He was told by the State Department that there were only two restrictions on his use of the material-he could not quote directly from it or acknowledge his use of it. So much for the ardent zeal with which "security" is protected. Presumably much the same procedure was followed in the case of Dr. Lowenthal.

Slater claimed that he was not told why he was given privileged access to the classified files. But he surmised. not without reason, that those in the senior levels of the department "genuinely believed that their policies and actions had been misunderstood and misrepresented, and fervently felt that if the whole truth were known, and honestly reported and evaluated, the public assessment of their policies would be very different." In plain English, the senior levels of the department wanted Slater to go after me and thought that material. It should be remem- they could give him the ambered that those "predeces- munition to fire away by sors" had acted less than making the classified docu-

Secretary of State should be- made a particularly good job

continued

Approved For Release 2001/06/09: CIA-RDP84-00499R001000 20004-0 hey nough that is for others such documents used by them of it, though that is for others

who read his book and my reply to decide. In any case, the senior levels of the department must have been sorely disappointed by his book. Despite his efforts to undermine what I had written, he came out in the end almost as critical of United States policy as I had been and for much the same reasons. To Slater's credit, it must be said that he took the material and ran. He must have made his friend or friends in the State Department happy only in the first half of his book, not in his concluding chapter. Lowenthal's book was probably equally disappointing.

From a scholarly point of view, these two books show how dangerous this underthe-table practice can be. Both sometimes refer to the same document without giving exactly the same version of what is in it. Yet no one else can check on them to find out just what the document

did say.

I can well understand why these young scholars agreed to use classified material under conditions that I consider to be unscholarly and onerous. They were as much victims as beneficiaries of the present system. The scholarly competition is extremely keen, and anyone can justify playing this kind of questionable game on the ground that everyone else plays it-or would if he could.

Twentieth Century Fund study came to this conclusion: "The Dominican case is significant for its illustration of Government practices. State Department officials ignored the department's own rules for access to its own records; they clearly played favorites; and they violated the regulations for use of security-classified records."

It was not always so. When William L. Langer and A. Everett Gleason wrote their studies of pre-World War II foreign policy in the early nincteen-fifties, "The Challenge to Isolation" and "The · Undeclared War," basing them on classified documents, they were able, according to Professor Langer's letter to The of Dec. 20, 1970, to get all

automatically declassified. Interestingly, the only trouble encountered by them came from the Latin-American Desk.

If the previous practice were followed, much of the trouble would be avoided. For there are two main problems with the present system: (1) it withholds too much, for too long, and (2) it is not fair and equitable. The second problem is more easily solved than the first. But as long as the second problem persists, the first is often rendered nugatory. The material in the documents gets out but in the worst, most tendentious way imaginable. Not only do supposed servants of the people decide the people's fate but they reserve the right to decide when and how and what the people are going to learn about their fate. That is what more than 90 per cent of the classified documents are all about. We could live with the other 10 per cent if something could be done about the 90 per cent.

The real culprits are the high officials who use classified documents as political weapons. This practice is not restricted to the State Department. One of the most crucial and damaging (to President Johnson's Dominican mythology) documents of the Dominican crisis was shown to a well-known Washington correspondent by a high C.I.A. not enchanted by the official moniously denied. policy. A portion of this document was quoted by the correspondent in a contemporary

ficence. 642 pages of documents, most But Assistant Secretaries

left something to be desired in the way of completeness.

In the case of the Dominican documents, the practice vitiated whatever scholarly use they might have had. Not only were the documents themselves not made available, but the authors were not permitted to quote from them or to identify what they were using. It is of the essence of scholarly work that other scholars should be able to check on the material or to arrive at their own interpretations from the given body of evidence. A halfworld of quasi-scholarship has been created in which the canons of traditional scholarship are perverted and, in the end, no one can be quite sure what was in the documents anyway.

Congressional committees are not without fault. The Senate's high-minded Committee on Foreign Relations held closed hearings on the Dominican crisis and classified the testimony. But one member of the committee invited two of the best-known Washington correspondents to look at the testimony sub rosa, locked in a room with pencils and pads, and permitted to take notes (for held from The Times? Was only one hour!). Their arti- the report declassified for cles on the closed hearings General Taylor and no one appeared the next day on the else? Or didn't he bother to front pages of their news- get its declassification? papers. When I asked for the official who presumably was same privilege, it was sancti-

newspaper article and later in the less the classification for political purposes. It is a book. Of course, the cor- system restrains him. The only when the example and respondent would have been Presidents of the United States the traditions are used against out of his mind not to have are in this respect the worst them that they call for the taken advantage of this bene- offenders. They seem to con- police, the handcuffs and the sider the entire system a con-Another case in point was venience to give them a mon- of the law and the inviolabil-"The China White Paper" put opoly of state secrets until ity of Government regulations. out by the State Department they are ready to get out It is precisely this double in 1949. Its purpose was man-their memoirs—for which game that degrades the law ifestly political—to counter-publishers bid in the six- and and makes a mockery of act the attacks made on seven-figure range. If every-"security." If a plaintiff is the Truman Administration's one followed the example set supposed to come into court China policy. Towards this by Presidents, the classified with clean hands, the Governend, former Secretary of State files would be raided en masse ment's hands could not be Dean Acheson declassified and not a shred left of them. dirtier.

of them in the "Top Secret" have also been known to take category. But at least the advantage of the rule that the documents themselves were classifier can also declassify.

if not thousands, of personal documents during his stay in office may, and has, declassified as many of them as he thinks necessary for that book he has in mind just as he is about to leave office. And if he is too squeamish to quote verbatim, he can always paraphrase.

The New York Times recently requested the declassification of materials relating to a number of foreign-policy questions. One of them, according to The Times's account of Nov. 22, 1972, pertained to "comments of the Joint Chiefs of Staff on the Bay of Pigs invasion." Among the requests that have not been granted was this one. If The Times's researchers will look at pages 187-190 of Gen. Maxwell D. Taylor's recent memoirs, "Swords and Plow-shares," they will find just what they are looking for.

How did General Taylor happen to know so much? He was chairman of the committee appointed by President Kennedy to investigate the Bay of Pigs fiasco. His book contains an entire chapter which patently paraphrases his committee's report. If the report can come out in this form, why should it be with-

HE highest public officials in the land have set the example HE more power- and established the tradition ful the official, of using classified documents

The double game is rampant in Washington. For this reason there are actually two systems of classified documents. One is abstract and theoretical. The other is real and political. The arguments over first principles and points invariably confine cern the former. "Do you really mean that nothing should be classified?" "For .God's sake, where are you going to stop?" The answers to such questions are not so difficult if the real, the political system is kept in mind.

(1) Nothing should remain classified if the classifiers themselves do not abide by the system of classification. Whenever a classified document is made public by those in a privileged position, that document should be automatically declassified. As long as the highest officials in the land habitually use classified documents as political weapons, they cannot in good conscience deny the same use to their critics without debasing and perverting the rule of law. Every victim of the present system of classification testifies to the politicalization of the entire process and to its degeneration into a system of special privilege and bureaucratic decadence. The system needs cleaning up; it does not need more victims.

(2) Where should classification stop? It should stop at the borders of personal interest and partisan politics. The system of classified documents has become a scandal because it has been made to serve one-sided personal and political ends. If the system were purged of personal selfinterest and political manipulation, many if not most of the present discontents would be greatly mitigated. There would still be problems, to be sure, but they could be held within manageable limits and at least we would be spared the present flagrant inequities and hypocrisies.

The case of the classified documents in the United States is remarkably similar to that of the woman charged with violating the antiabortion law in France, According

court by a French doctor, who was the dean of a Parisian teaching hospital, a practicing Catholic and an opponent of abortion on principle. But he believed that it was sometimes the best solution, and he testified that he himself occasionally performed abortions when the circumstances warranted them. The French Minister of Health summoned him imperiously for an official rebuke. The doctor protested that well-todo women obtained abortions without risk, only the poor suffered from the law. Whereupon the Minister admenished the doctor that this was "not a reason why the vices of the rich should be made equally possible for the poor."

In American terms, this is the kind of double-bookkeeping which, as in the case of the classified documents, protects the vices of the higher officialdom and persecutes those who are guilty of nothing else but following their example.

to the Approved For Release 2001/06/09: CIA-RDP84-00499R001000110004-0 York Times of Nov. 24, 1972,

her action was defended in

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FEB 9 1973

RICHARD WEINTRAUB

## Nixon candor over CIA spy helps

It almost went unnoticed in last week's presidential news conference, but in the space of a few seconds, Richard M. Nixon made a gesture that could be of great importance to the future of this nation's relations with the Peoples Republic of China.

The last question from the reporters dealt with the matter of three Americans being held prisoner by the Chinese. Two were captured early in the Vietnam conflict when their planes were shot down near China's Hainan Island. The third, John T. Downey of New Britain, Conn., was captured during the Korean War in 1952.

The President said he had taken up the issue of the captured pilots with the Chinese when he was in Peking last year. He expressed confidence that once prisoner problems with the North Vietnamese were settled, release of the two pilots would be forthcoming.

Downey, however, was a different problem, Mr. Nixon said.

"Downcy involves a CIA agent. His sentence of 30 years has been, I believe, commuted to five years; and we also have discussed that with Premier Chou En-lai. I would have to be quite candid. We have no assurance that any change of action other than the commutation of the sentence will take place..."

## China rapport

to the covert activities of their "spooks," and the United States certainly is no exception when it comes to the CIA. When such an admission is made, then, it is worthwhile to take a closer look.

In the Downey case, the US consistently has kept to the line that he was a civilian employee of the Defense Dept. and, in holding him after other military prisoners were reseased after the cessation of hostilities in Korea, the Chinese were called the worst kinds of international outlaws.

The Chinese all along contended Downey was a CIA agent. In recent years, some Americans close to the situation also have urged public admission of the link, in hopes of bettering Downey's chance for freedom. One of these Americans was Prof. Jerome Cohen of Harvard Law School, a Yale class-

mate of Downey's who recalls the meeting in 1950 when Downey was recruited into the then brandnew CIA.

Now, 20 years after Downey was captured by the Chinese, Mr. Nixon has admitted the tie to the CIA, an act which reflects as much upon a new mood in domestic politics as upon a changed international political configurations.

Mr .Nixon's initial shift in China policy and his trip to Peking obviously didn't hurt him politically among the rabidly anti-Chinese lobby on the right wing.

He apparently feels he can tread upon another sacred cow of the Cold War in order to set the stage for furthering US-Chinese relations on two fronts.

First, as Prof. Cohen suggests, the admission may aid in gaining Downey's release. If he is released along with the other two fliers, it would mean there were no more known American prisoners held by the Chinese and Mr. Nixon could proceed in his contacts with Peking without being hounded by those who would claim he is negotiating with a counholding Americans try prisoner.

Second, as the Harvard Law, professor also has suggested, the President has wiped clean the slate between the two countries. The charges of international banditry leveled against the Chinese in earlier years can be matched against an admission by an American President that this country engaged in CIA activities against China. This point will not be lost on the Chinese.

Auspiciously, just a few days after Mr. Nixon's press conference, the White House announced Henry Kissinger would be visiting Peking after his talks in Hanoi later this month.

Richard Weintraub is a Globe staff reporter.

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#### říistory of a Small War

## Laos Also Victimized By North

#### By WILLIAM L. RYAN

Associated Press

Fighting goes on in confused and tormented little Laos, most of whose people never had a ghost of a chance of understanding why.

Laotians are not alone in their mystification. The tale of what happened in Laos over 25 years is as involved and complex as the nation and people are simple and uncomplicated.

This series of questions and answers attempts to trace how it all came about.

#### Q. First of all, what sort of country is Laos?

A. It's called "land of a milion elephants," and it always seemed stretching a point to call it a nation. But the landlocked kingdom often has ! been a cockpit of struggle between unwelcome outsiders.

Few could have liked this less than the far-from-warlike Laotians. They occupy a world of spirits, demons, dragons and omens and would be content to subsist on an economy based largely upon growing and smuggling opium.

France had ruled Vietnam, Laos and Cambodia since the 1880s. The current trouble began after the World War II occupation by Japan was ended and France tried to reestablish authority over Indochina.

#### How It Started

Q. Everybody talks about the "Vietnam War." How did Laos get involved?

A. The Vietminh forces of Communist The Hi Minh , mounted his uprising in South Vietnam, but Lags was an objective as well; having been part of French Indochina. After the 1954 Geneva conference, Laos became independent within the French Union under the constitutional rule of its king. Approved For Release 200 (105/109) Firing A-RDP84-00499R001900410004-0

## Vieinamese

Q. Didn't the Geneva accord require all foreign forces to leave Laos?

A. Yes, but North Vietnam

ignored that. Its troops entrenched themselves in the Northeast, supporting the nucleus of a rebel movement called the Neo Lao Hak Xat (NLHX) or Lao Patriotic Front under Prince Souphanouvong, son of a member of the royal Laos court. The armed force of this organization was called Pathet Lao, meaning Land of Laos.

#### Big Crunch

Q. What resulted from that?

A. It dragged Laos into the cold war vortex. After a long and confusing period of govcrunch came late in 1960, at about the same time the Viet Cong across the border were stepping up their guerilla war government.

Prince Souvanna Phouma, elder half-brother of Souphanouvong, had experienced ups and downs as prime minister. By December, 1960, the were so great that he fled his country. A rightist regime emerged under Prince Boun Oum. Its most influential build military roads. member was its strong man, Ameriçan CIA, Central Intelligence Agency. Phouni bathed happily in a flood of dollars.

#### Phoumi Ousted -

Q. Did the U.S. money -and support succeed?

A. Quite the contrary. The money jolted and distorted the simple economy, and resentment brought rebellion. Toward the end of 1960 a fivefoot bantam paratroop captain

ing this as a threat of a Com-signed. munist takeover to come.

#### U.S. Arms Asked

Q. How did that quicken the cold war?

A. Souvanna appealed for American arms aid, but the sort of help that had gone to the Americans' favored strong ernmental instability, the big man waws now withheld from the moderate Souvanna.

- The Russians reached for an opportunity, at the same time hedging all their bets. They against the South Vietnamese began flooding arms into Laos, not only to Souvanna, but to Kong Le's forces and to the Pathet Lao as well. The country, with fewer people than Chicago, became host to high-powered embassies from cold war and local pressures Russia, China and the United States. China was in the act in the northeast with aid for the Pathet Lao and laborers to

At that point, North Viet-Defense Minister Phoumi nam stepped up military pres-Nosavan, a favorite of the sure while Kong Le penetrated the strategic Plain of Jars. His base there soon would be reinforced by North Vietnamese regulars. By 1961, it looked like chaos and a threat of engulfment by one or another form of insurgency. So, naturally, there was a

#### New Parley

Q. How was the crisis dealt

major world crisis over Laos.

mier Nikita Khrushchev an agreement from Russia, as cochairman with Britain of the 1954 Geneva conference, to call another such meeting. shot, took over Vientiane and Fourteen nations convened in ousted Phoumi. The Ameri May 1961. It was July, 1962, cans seemed appalled, read before an accord on Laos was

The signatories, including But Kong Le called Sou the big powers and the North vanna back and the king Vietnamese, agreed to guarasked the prince to form a antee and respect the indepencabinet that might avert civil dence, territorial integrity and war. Gen. Phoumi soon was neutrality of Laos. Foreign able to retake the capital, military forces were to with-Kong Le fled north with his draw totally. A three-sided government of neutral, conservative and Communist elements was to be formed under Prince Souvanna.

#### Didn't Work

O. How did that work out?

A. Not at all. The Americans pulled out their less than 700 military advisers, but North Vietnam ignored the agreement, never having openly admitted the presence of its troops anyway. Then matters became incredibly confused.

Rightist Gen. Phoumi became deputy premier in the three-sided coalition. Kong Le, whose activities had helped the North Vietnamese, now became a prop for Souvanna's neutral forces. So, when Kong Le's men were attacked, Phoumi went to the aid of his former foe.

A discouraged Souvanna tried to resign in 1964, and Phoumi's forces arrested him. But foreign embassies intervened and he remained to reorganize the government. Souvanna then asked "militray-logistical aid" from the Americans.

Compounding all the confusion, the Americans' favorite, Gen. Phoumi, turned on Souvanna in 1965, sent his forces against Vietiane, but bungled this coup attempt. He slipped across the border into exile in

President. He won from Pre-

Sensing a ripe moment, the Release 2001/06/09 : CIA-RDP84-00499R0010001-0004-0 North Victnamese stepped up their pressure again. All this

time, the Pathet Lao did little of the fighting. Militarily, the Pathet Lao, like their brethren in the government forces, were considered among the world's most inept and reluctant warriors.

#### CIA Involved

Q. Where did all the confusion leave the Americans?

A. The advisers were back The CIA was training troops for Vientiane. American trainer planes were engaged in support of troops. American bombers battered constantly at the Ho Chi Minh Trail through Laos, the North's supply route to South Vietnam. Authority for all this was based upon Souvanna's request for aid. Matters rocked along pretty much the same way into late 1972.

Q. Since the Laos situation

developed because of Vietnam, isn't it logical now to expect a cease-fire in Laos?

A. Yes, but don't look for logic in Laos. After all, the North Vietnamese, who have some 67,000 troops in the country, are still saying they aren't there, thus they can hardly announce a withdraw-

Last year, 72-year-old Souvanna wrote his half-brother Souphanouvong, now 63, a stinging letter, noting that "denying the presence of North Vietnamese troops in Laos is not useful policy, since the Laos question actually is caused by the invasion of Laos territory by North Vietnamese troops."

#### War Continues

Q. Did the recent Paris accords on Vietnam say something on Laos?

A. Yes. The agreement committed the signatories to respect strictly the 1954 and 1962 Geneva accords. But, while North Vietnam continues offensive action, the United States continues to use its air power.

Q. What's the current situation?

A. The so-called National Coalition Government, nonexistent since 1963, still exists in theory. The Laotian sides have been meeting in Vientiane since October, but apparently the Pathet Lao now say a cease-fire cannot happen without a political agreement first. That sort of demand snagged the Vietnam talks for years.

#### Old Theory

Q. Is Laos important to U.S. security?

A. Years ago, in the Eisenhower Administration, that was the assumption. Today, in view of a new relationship with China, it appears to be a j good deal less vital.

O. What, then are the prospects?

A. The North Vietnamese

seem bent on some langrabbing in Laos in anticipation of a cease-fire, as in South Vietnam. Given a fair measure of peace in Vietnam, it would seem inevitable that there would be a cease-fire in

Laos before long and reversion to the Geneva accords as ' the rule of conduct. However, if past perform-

ance is a guide, any long-term

hope that Laos will be left to

its own devices to build its own future would seem optimistic.

# Why the CIA Often Succeeds

## by Hermyle Golthier, Jr.

Recently, in dosages ranging from the MIT-"Club of Rome" Limits of Growth, through the publications of John D. Rockefeller III's burgeoning Zero-Growth movement, and Herman Kahn's latest best-seller, intellectual and semi-intellectual readership circles are being deluged with an eerie genre of literature coming to be called "futurology." Although the collection reeks of the traditions of Nostradamus, Churchward, and L. Ron Hubbard, most of the research behind these publications is sponsored in dead seriousness by such CIA-type agencies as the RAND Corporation, Ford Foundation, and a proliferation of only less celebrated institutions throughout the advanced capitalist sector.

Those agencies are not wasting their time and funds; in a certain sense, the stuff works.

Two of the papers presented at the recent Linz conference attempted to unravel some of the recent output. The first, by Columbia University's Edward W. Said(1), offered a scholarly overview of a sophisticated U.S. Mid-East policy developed, in part, by the RAND Corporation. The second, which veered off its track at the end, was the provocative review offered by Lund University's Research Director for the Division of Social Phychology and Conflict Research, Lars Dencik, (2) The Labor Committee delegation's differences with Dencik provide the point of departure for an account of why CIA operations so often succeed.

#### Dencik characterizes the genre:

"So called future research is not only humbug, it is not only the last spasmodic attempts by a senile positivistic social science to get out of its hopeless impotency, not only a death-throe in the body of late capitalism. On the contrary, it is something to look out for in the struggle against imperialism, since

what 'future research' really is, is an instrument of power in the hands of the most important forces of imperialism." (3)

So far, so good.

Our issue with him was made clear during the plenary discussions of his paper and oral presentation. During that presentation and subsequent exchanges, he emphasized the need to combat futurology by debunking it. According to both his replies to several queries on on the point and the internal evidence of his paper and presentation, he locates the main significance of the genre in its use for journalistic "brainwashing" of large populations.

Said's reporting on the Arab counter-insurgency programs locates Dencik's mistake. Futurology studies may have an incidental significance as they provide the direct propaganda for influencing mass opinion; their important application — and purpose —lies elsewhere. All important futurology studies represent A STATEMENT OF OPERATIONS POLICY, TO BE IMPLEMENTED AS FIELD WORK CONDUCTED BY TRAINED TEAMS OF COUNTER-INSURGENCY OPERATIVES.

The CIA's Vietnam Hamlet program could easily provide the material for a futurology best-seller of the. Kahn type. The policy would be used by such a writer to paint a picture of Southeast Asia in the year 2000 A. D., a culture developed around the principle of "local control." The significance of such a book would not be that identified by Dencik. Its import would be the elaboration of a policy being conducted in South Vietnam by counter-insurgency teams.

The Limits of Growth and Blueprint for Survival

#### Approved For Release 2007/06/09: CIA-RDP84-00499R001000116004-0

are the two leading examples of futurology writing in circulation today. As portraits of the future, both are humbug. As statements of operations policy, they are dangerously effective tactical formulations. They set forth a policy to be applied by trained counter-insurgency operatives using a "radical" cover, to mobilize tens of thousands of lumpens and "radical youth" into strike-breaking, even fascist mobs, to break the unions who are "threatening the ecology."

To analyze the import of any futurology publication; one concentrates on adducing from the guise of speculations about the future those present-day operations policies which a trained CIA counter-insurgency operative would read into the document.

#### APPLICATIONS

It is not necessary to travel to the Mid-East or Asia for clinical material on this subject. The same agencies (e.g., Ford Foundation) which plot counterrevolution abroad have been effectively applying the same counterinsurgency techniques at home in the U.S.A.

Using the same methods employed against Arabs and others around the world, major foundations and government agencies, conspicuously spearheaded by the Ford Foundation, effectively took control of key leaders and organizations of the black militants by about 1968.

These methods have effectively destroyed the former INDEPENDENT Black Nationalist movement. To the extent that some small independent such groups exist, they are life-boat-sized relics and splinters of formerly large and growing organizations. Most of the cadres of those former organizations are now scattered as demoralized individuals or local groupings. Otherwise, excepting the Black Panther Party, now resigned to imitating the Salvation Army, the only large Black Nationalist organizations in the U.S.A. are outright counterinsurgency groups along the lines of the "colonial administration" of the "President Thieu of South Newark" (New Jersey), Imamu (LeRoi Jones) Baraka.

The same methods used to subvert, isolate and destroy independent black organizations, have been applied to the shattered and demoralized National Welfare Rights Organization, with the intent of either turning Welfare Rights organizers into government agents herding blacks into slave labor, or driving the unmanageable organizers out of the NWRO.

What is to be emphasized in all such examples is that counter-insurgency works — when it does work — by providing TACTICAL DIRECTION TO FORCES OF COUNTER-INSURGENCY AGENTS WHOSE FUNCTION IS TO CREATE "RADICAL" MOVEMENTS WHICH SET ONE SECTION OF A POTENTIALLY UNITED ANTICAPITALIST MASS AGAINST OTHER SECTIONS OF THAT MASS. It represents, in short, a sophisticated

modern version of the ancient policy of "divide and conquer,"

Dr. Said emphasized the relevant points in his presentation. Determined not to have another Vietnam in the Mid-East, he argued, the imperialists probed for ways of preventing the sort of mass confrontations which would demand costly and hazardous direct military intervention.

Ile identifies the type of background research necessary to develop effective "divide and conquer" tactics:

"Sociological, anthropological and psychological methods expose a region in all its ethnic and cultural diversity, pointing to the interests, dynamics, and sensitivities of each unit." (4)

Said himself does not develop the appropriate observations which ought to follow at that point in his reporting. The implication remains obvious.

The problem continually confronting the counter-insurgency agency is that of preventing a potential mass force from being consolidated under conditions of stress into an actual, unified mass force. As Vietnam demonstrates, once the mass force has been constituted, the usefulness of further counter-insurgency efforts diminishes rapidly. The counter-insurgency specialist must do his work before the mass force can be consolidated.

His successful effort depends upon locating those pluralist tendencies of local ideologies and notions of self-interest which can be exploited to organize various local units of the mass against one another. He must organize around special local issues of the type which tend to set one local group of the mass against the others. He must attempt to make this system of fragmentation self-policing, through creation of attitudes of hostility toward meddling by "outsiders."

The basic techniques he uses for this purpose in the field are not extraordinary. Many skilled social workers have been trained in them. The counter-insurgency "community organizer" manipulates his clients through a show of "non-directive" advice. The manipulation is located in showing the local leaders where and how to obtain certain rewards for approved behavior, and what role they ought to play as leaders. Provided that the counter-insurgency social worker succeeds in winning the group to desired reward-seeking behavior and winning the leaders to the role-playing "suggested," the local group is very much under control.

Domestic U.S. counter-insurgency in the ghettoes, in particular, has the following main features.

1. An experienced militant is awarded a small pilot "funding," usually sufficient to open a store-front office, buy a mineograph machine, install a tele-



phone, a few office supplies, and make a few weekly hand-outs to neighborhood youths who become active in the "project."

- 2. His operations now become dependent upon continued funding, which he can obtain only by performing in a way which will bring renewal of his pilot-project funding.
- 3. By defining the performance goals for renewed funding, the controlling agency (e.g., CIA, Ford Foundation, VISTA, etc.) has defined the group's goals, and has effectively taken over the local militant and his following. This is the most crucial aspect of counter-insurgency "social engineering" technology the proper definition of goals.
- 4. Collections of such controlled groups are easily mobilized to attack and eliminate competing groups independent of agency control, thus ridding the ghetto of almost every "radical" influence but those controlled by one or another counter-insurgency agency.
- 5. To obtain the deployment of the controlled group for special operations, the controlling agency need only threaten to withdraw or delay refunding in a suitable fashion. The technique is to define conditions for re-funding or targets through which alternative funding can be secured. The Ford Foundation's 1968 effort to break the New York City union, the United Federation of Teachers, is a now-classic illustration.

The mechanics of such operations are within the competence of the counter-insurgency operative, often himself a corrupted ex-radical organizer. What such an operative can not efficiently contribute is the set of performance goals required for success. On this point, the field operations of the agent depend upon the "disinterested" contemplations of the social-science specialist "innocently" engaged in compiling his dissertation on the subject of the particular "interests, dynamics, and sensitivities" to be later played upon by field operations.

Said referred in his report to the enormous expenditure of effort on content analysis of field interviews of Palestinians by counter-insurgency agencies and their academic accomplices. This must, no doubt, be typical of current operations. It is such "content analysis" of prejudices, etc., which provide the designer of counter-insurgency tactics with the clues he needs.

On the surface, counter-insurgency tactics appear quite elementary. Nothing more scientific than an experienced confidence trickster's craft seems essential. What makes such craft useful in the end is the performance goals around which the operation is constructed.

That latter topic takes our inquiry into the most advanced realm of investigations.

#### **EPISTEMOLOGY**

Dencik came close to the truth — a moment before turning away from it. He was close to the kernel of the problem when he referred to the problem of EPISTEMOLOGY during the discussion period following his principal presentation.

He was correct as far as he was willing to trace out the problem. The "humbug" of "senile positivistic social science" is a significant case-study of pathology for the epistemologist.

For example, the case of the notorious futurologist, Professor B.F. Skinner. Skinner is a primitive reductionist in his epistemology, with whom it is impossible to profitably debate facts, since Skinner's epistemology admits only the existence of those "facts" which concur with his reductionist world-view. For, certainly, he cannot be ignorant of the empirical studies of Wolfgang Koehler and Koehler's successors, which facts totally destroy the very premises of Skinner's alleged psychology.

The fault with all positivistic social science, the point which Dencik implies by his remark, is that it is a delusion corresponding to psychotic states, maintaining internal consistency by inventing whatever factual judgments of experience are necessary to maintain the appearance of such consistency.

Dencik's relevant arguments during the discussion period strongly suggest a mere academic view of the problem posed. He regards humbug social science in the genre of futurology as essentially an extension of the problem of the senile professor down the hallway in the univeristy: an old fool who fills students' heads with reactionary nonsense. He proposes to deflate the charlatan's reputation; one must wish Dencik only success in such a useful enterprise. Unfortunately, his effort will not solve the problem posed to us by the old fool's counter-insurgency techniques.

The paradox of futurology is that it involves not merely epistemology, but APPLIED epistemology—and, humbug though it may be in a certain sense, IT WORKS!

It works principally because the ideology of the positivist's humbug social science is a distilled version of the prevailing implicit philosophy of the subject populations of counter-insurgency operations. The essential technique of all-counter-insurgency operations in the advanced capitalist sector is to play upon the deeply-rooted pluralist ideology of the ruled to create radical, highly-energized special social formations which intensify the endemic pluralist antagonism toward

mass institutions, toward "interference" by "outsiders" in "local affairs."

This point is underlined by the way in which even self-styled revolutionary-socialist groups have been co-opted into counter-insurgency operations during the recent period. In the paradigm case of the effort to break the New York City teachers' union in 1968, the Communist Party, Socialist Workers Party (Mandelites), Progressive Labor Party (Maoist-syndicalist), Workers World Party (Maoist-Trotskyist—sic!), and Third-Campers were all engaged as voluntary workers for the Ford Foundation in strike-breaking in behalf of the slogan of "local control," a slogan which expresses the essence of reductionist sociology and is the key term in the counter-insurgency specialist's armament.

Seenin such terms, counter-insurgency is a struggle of an existing ideology OF THE RULED against the iminent new world-outlook of something approximating a class-for-itself. The process of fusion of fragmented sections of a working class and its potential political anti-capitalist allies into a mass force consciously united around a common program of general self-interest represents the material (social) premise for a break with the ideology to which those same masses have been heretofore subject all their lives. Counter-insurgency is essentially applied epistemology, the appeal to radicalized versions of pluralist ideology at a point immediately prior to the consolidation of masses into a new kind of social formation more appropriate to a new (class-for-itself) world-outlook.

One suspects, on the strongest grounds, that the essential source of fallacy of aborted insights such as Dencik's is that he and others at least implicitly assume that counter-insurgency ideology involves the imposition of some alien set of beliefs on a subject people FROM THE OUTSIDE. Such a view assumes that the social science professors represent an ideology alien to that generally accepted by the subject population. If that explanation of his view is the case, as the evidence compels us to assume, then Dencik et al. have missed all the key points.

Although there are features of positivism, for example, which pertain to the caste position of the espouser of such formal doctrines, the essential feature of positivism is the same reductionism, or anarchist belief in individual or parochial self-interest, which is normally the ideology of the ruled. The professor designing counter-insurgency tactics does not impose an alien ideology upon his subjects, but rather appeals to certain features of the ideology which he and his intended victims share in common.

The counter-insurgency tactic advanced by positivist ideologues is often effective despite the fantastic delusions involved from the standpoint of science. It is often effective because the counter-insurgency spec-

ialist, in falling back upon his own pluralist ideology, is more or less effectively reflecting upon the most reactionary prevailing beliefs and prejudices rampant among the population against whom he connives.

#### CIA TECHNOLOGY

The critical feature of the operations put into effect is not located in the permicious ideas themselves. Ideas, permicious or virtuous, find root only in fertile soil. A mere appeal to common reductionist prejudices would not suffice under the unstable conditions in which the services of a counter-insurgency agency might be wanted. The fertile soil for counter-insurgency ideas is established and maintained by creating those "radical" forms of social organization in which the interplay among the participants creates and energizes the sort of pluralist notions on which the operation depends.

All ideas are in essence abstractions of on-going social practice. Their immediate content, in that respect, is the plenum of propitiatory and other actions by which the individual finds social identity of the sort he desires within the interplay of the immediate group where he is situated. It is in those processes that notions of self-identity and self-interest are situated and molded. (5)

In the normal course of capitalist society (for example), such determining features of social formations are functions of established institutions. To construct a counter-insurgency operation for such societies would be worse than wasteful from the capitalist standpoint, since counter-insurgency means organizational change, which is precisely what the capitalist abhors under such "normal" circumstances.

The chore of the counter-insurgency specialist occurs as social crises break uplong-established stabilizing institutions, so that those institutions no longer inspire confidence, and no longer exert the ideologically stabilizing control of "normal" periods. It is into these circumstances that the counter-insurgency agency is called, to improvise radical new institutions which will accomplish by design what now-failing institutions accomplished by evolution.

The CIA-type must ultimately define new institutions which perpetuate pluralism in an intensified, outright chauvinist form under the special conditions of general radicalization. In order to produce such controlling institutions, he must find the pathway from present conditions through intermediate transitional forms of organization.

The evolution and degeneration of Black Nationalism in the U.S.A. of the 1960's is an excellent example of his problem — and how he solved it.

For the black young male, especially, Black Nation-

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alism was an essential step to A SENSE OF SOCIAL IMPORTANCE, a precondition for serious struggle in his class interest. Without counter-insurgency interference, the normal course of development of Black Nationalism would have been toward alliances with white workers. The exemplary cases of Malcolm X, the Black Panthers (for a period), and the League of Revolutionary Black Workers, are merely better-known instances of such a TENDENCY among INDEPENDENT Black Nationalist movements.

What happened to prevent this? In part, the Black Nationalists found no sizeable vanguard group to respond to their tendency for such alliances in an effective way; class alliances between black and white working-class forces remained a mere tendency which ebbed and resurged without acquiring a self-sustaining determinate character. More important, the well-heeled counterinsurgency agencies stepped in, buying up demoralized and ambitious black militants in dozen lots. These recruited agents were funded modestly, enabling them to hustle together small coteries. These groups were given guidance in role-playing and performance goals, mainly aimed at both keeping radical outsiders out of the black ferment and harrassing independent black leaders who refused to get into line with the current project being pushed by the controllers.

These factics were developed through "content analysis," adducing vulnerable points of Black Nationalist "interests, dynamics, and sensitivities" for counterinsurgency use.

That was the TRANSITIONAL phase: abort tendencies toward class alliances by emphasizing the "nationalism" in Black Nationalism.

The organizational forms toward which this work was aimed are exemplified by today's South Newark under "Papa Doc" Baraka, or almost any of the hideous ghetto enclaves riddled with corruption and bossist hooliganism against dissidents, which represent finished products of "local community control."

As a result, organized Black Nationalism today is mainly a police department of the U.S. government—except for those handfuls of young, independent blacks wondering how it all happened.

#### CAN IT BE DEFEATED?

In some cases, such as the "Philadelphia Plan" or the 1968 Ford Foundation operations against the UFT, the evidence of counter-insurgency would be conspicuous through a low-power telescope on Mars. What makes such schemes most transparent to the analyst is the characteristic organizational features whose design bears the thumb-print of the counter-insurgency mentality. In the general case, it is more difficult to distinguish the agent from the radical fool. In the transitional approaches, before the situation is yet ripe for the controllers to push for radical organizational forms, the agent is exploiting endemic reactionary terlencies among the mass to build a faction which is not essentially unlike a faction formed by Third Campers, anarchists, pseudo-Trotskyist "local control" advocates, etc. In such circumstances, the agent is merely working to increase the odds in favor of what reactionary self-styled socialists and others would do naturally.

Usually, today's factional leader without a visible organizational backing from the existing left is an agent — we find from experience, either a conscious agent or simply an individual working as a radical on the payroll of some counter-insurgency front organization for governmental, Ford Foundation, or similar controllers. It is generally a useful rule in the U.S. today that the outline of the socialist movement has already been determined, such that any person able to attain factional influence comes from somewhere among established political tendencies. The disembodied "individual charismatic leader" who floats from "movement" to "movement" TODAY is in most cases an agent.

Whether particular persons are agents or not is usually of no decisive importance in dealing with related problems.

The problem facing the revolutionary is only typically the problem sometimes represented by the actual counter-insurgency agent. What the agent must do, characteristically, is to organize a faction to oppose the intervention of "outsiders" into the particular tradeunion or radical bailiwick the government is attempting to control. In such matters, the agents are usually vastly outnumbered by the reactionary militant tradeunionists and other radicals naturally produced by the effects of bourgeois ideology in those strata. The problem of fighting the agent is subsumed by the general problem of opposing those indigenous radicals or "militants" who do the work of the government without pay or Ford Foundation guidance.

It is Marxians, not the counter-insurgency specialists, who represent the "alien ideology" from the standpoint of the world-outlook previously prevailing in the milieu among which he works!

The Marxian, like his opposite number in the CIA, works on the basis of attempting to establish social forms which provide the fertile ground for special ideas, etc., of the subject populations, to locate those points of entry around which to establish transitional forms of propaganda and agitation leading in the direction of the forms of social organization we aim to establish. Marxians, too, have a program for those intended institutions. Marxians, too, adduce from these phases of their operating policy a definite futurology.

the CIA is that, but also one more thing. The CIA-type proposals cannot, by their nature, deliver on the promises implicit in their organizing effort; Marxians can. History is not "with" anyone in this battle — in the sense that the outcome of the struggle is somehow fatalistically pre-determined. The only aspect of history

The Approved from the least 2001/06/09 is to LARDP84-00499R001 QOU 100046 the underlying potential, and the fact that as revolutionary organizers create the class-for-itself approximating institutions they are committed to build, those institutions are by epistemological principles impervious to the counter-insurgency operations of any CIA.

#### FOOTNOTES

- 1. Edward M. Said, "United States Policy and The Conflict of Powers In The Middle East."
- 2. Lars Dencik, "Imperialism of the Future."
- 3. Ibid., p. 23.
- 4. Said, op. cit.
- 5. Cf. Ludwig Feuerbach, Principles of the Philosophy of the Future, Sections 29-33. Compare with Gramsci's treatment of "organic philosophy."



The CAMPAIGNER is published by the NATIONAL CAUCUS OF LABOR COMMITTEES

Subscription Rate: \$2.50 for 4 issues; \$4.00 for 6 issues.

Address all correspondence to: The Campaigner

Box 295, Cathedral Station New York, New York 10025

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## Approved For Release 2001/06/09 : CIA-RDP84-00499R001006110004-0

#### by Robert Maurer

Your we, I was a Scout Master at one time. But when some of my scouts began to www.ip and come back to see me, Eagle wonts, telling me that they were not going togo into the Army, that they were going to in conscientious objectors, we would sit lown and argue, and I would try to defend In U.S. policies in Viet Nam. But it got wetty difficult, and after they would leave, ed find myself thinking about it, and I July 1 like the conclusions I was coming

-Victor Marchetti, top C.I.A. intelligence expert for 14 years, on a recent : National Educational Television special.

Although New Left spokesmen are succeeding in radicalizing thousands of the count, the greater cause for concern is the nostility of respectable liberals and social retorners. It is the sum total of their views and influence which could indeed fatally acaken or destroy the system."

-Lewis F. Powell, Jr., in a confidential memo written to the U.S. Chamber of Commerce (Aug. 23, 1971) two months prior to his nomination as U.S. Supreme Court Justice.

NEW YORK CITY—Back in the spring of 1964, Random House stood firm against the Central Intelligence Agency's attempt to stop publication of the first expose of the C.I.A.'s clandestine operations.

The C.I.A. had obtained a copy of the bound pages of The Invisible Covernment prior to publication. (This year the C.I.A. also clandestinely obtained the outline of a proposed book by Victor Marchetti, a former top staff member in the agency.) specifically prohibited by the legislative act effecting the public's right to know: that established the C.I.A. But the agency got away with it.

After reviewing the bound pages, John McCone, then C.I.A. director, made several phone calls to Random House contending that the book contained a number of errors.

#### One, Two, Many Editions

The thrust of McCone's calls, it was assumed at the time, was to convince Random House not to publish the book. After the authors David Wise and Tom Ross backed by the publisher, reaffirmed the accuracy of the text as it stood, the agency. C.I.A.'s desire to see galleys of The Politics through an intermediary, informed the late Bennett Cerf (founder and chairman of the board of Random House) that it had studied the possibility of buying up the source, Cerf responded that of course the Mike Gravel (D-Alaska) that

#### CENSORING THE PRESS

Random would print a second-and third edition if necessary.

Although the C.I.A. neither stopped the book, nor bought up the first edition, the publicity surrounding its attempts to do so contributed to The Invisible Covernment becoming a number one bestseller.

(But the C.I.A., didn't rest there. According to author Wise, the agency prepared a lengthy analysis of the book. attempting to refute it point by point, classified this document, and circulated it only within the agency.)

In 1964, when most of the country believed in the campaign rhetoric of Lyndon Johnson, it was a frightening enterprise to write and publish such a book. And when, however ineffectively, the C.I.A. brought pressure to bear, both authors and publisher stood firm in the best tradition of freedom of the press.

Now, however, those C.I.A. telephone calls have given way, in some important cases, to legal initiatives (and the spectre of legal cases) to censor books, or parts of them, directly. This, in turn, is having a chilling effect on the book industry through self-policing, editors are thinking twice about publishing sensitive material. The Covernment has decidedly won a few rounds this time.

Over the last two months this reporter has spoken with some two dozen editors from various publishing houses, large and small, to gain a sense of the present climate in the industry following several cases involving Government pressure to limit First Amendment rights. In summary, the following are the more publicized cases, as Such domestic activities, however, are well as recent Supreme Court decisions,

> A Boston grand jury subpoenaed the bank records of the Unitarian Universalist Association after its publishing arm, Beacon Press, issued the four-volume Gravel edition of the "Pentagon Papers." (More later.)

> Last May 15 the U.S. Court for the Eastern District of Virginia ruled in the Covernment's favor to stop Victor Marchetti from submitting any manuscript to his publisher unless he first submitted it to the C.L.A. (More later.)

#### Prior to Publication

Harper & Row, against the initial protest author Alfred AlcCoy, acceded to the

cleroin in Southeast Asia, under certain conditions, prior to publication, Harper & Row wanted to avoid possible litigation. the "speech and debate clause" of the Constitution, while extending to his aides, extends only to the "legislative process." i.e., his actions on the floor of Congress and in committee.

Otherwise he is subject to grand jury investigation in the act of gathering information from private citizens, or in the act of attempting to disseminate intermation beyond the Congressional Record, as Cravel did in seeking a publisher tor the 'Pontagon Papers' in order to reach the widest possible audience.

Also on June 29, the Supreme Court ruled in the case of New York Times reporter Earl Caldwell that reporters must appear before grand juries when called to testify regarding the sources of their news stories. (An Appeals Court ruled recently along the same lines, refusing immunity to scholars, in the case of Samuel Popkin, a Harvard professor.)

In late November the Supreme Court issued new rules of evidence in which, among other things, the Government may 'refuse to give evidence and prevent any person from giving evidence in court if such testimony is likely to reveal a "secret of state" or "official information."

#### The Costs of Controversy

The random sampling of editors' opinions has revealed both a tougher and a more cautious attitude toward publishing sensitive material that might embarrass the Government. Gene Rachlis, editor-inchief at Bobbs-Merrill, said that even though the Harper & Row affair had set a bad precedent, "people will be tougher in the industry from now on." Tony Clark, an editor at Atheneum, thought that most editors were "anything but intimidated" by those recent events.

Although every editor contacted was of this general view, John Simon of Random House pointed to the \$50,000 or so that a publisher might expect to spend to defend a book against Government legal action. This price-tag would have a "chilling effect" on a publisher's decision to go ahead with a book likely to embarrass the Covernment,

Simon thought that even the consideration of such a cost factor, as well as staff and lawyers' time in defending the book, especially it the book might be less than a potential bestseller, meant the Government had "already won" the first, round.

Disenchantment with the Indochina war, Simion went on; has had an effect in the publishing industry. A general atmosphere

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agency could buy up the first edition, but Congressman's immunity, guaranteed in

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of irreverence toward the Government's resulted in some authors who were willing to write "tougher" books and some houses willing to publish them.

#### Who's Harassing Whom?

But in the 70's the crest of that antiwar wave has hit against the Government's strong reaction. "I wish the publishing houses were tougher now in the face of the Government, but they aren't," Simon pointed out.

Thus, while there are bold statements like try Goodman's, head of Saturday Review Press—"We're not feeling harassed; in fact, we want to find ways to harass them"—in all, there is an underlying sense of uneasiness, of caution, today.

The book industry has faced more Government legal actions and queries in the last two years than in any time since the McCarthy period.

But history has its ironies. Then, editors Leo Huberman and Paul Sweezey of Monthly Review Press (M.R.P.) were investigated by Shine and Cohen, counsels to McCarthy's subcommittee. Now, Harvey Braverman, director of M.R.P., said with some embarrassment that he did not know "whether to be pleased or not" that the Government has not bothered Monthly Review since the early 1950's.

#### History Repeating Itself

Another editor who recalled those days, Angus Cameron of Knopf, sees history repeating itself, however, in the Beacon Press case. In 1954 the mantle of guilt was placed over his publishing house, the

Liberty Book Club through the use of grand jury subpoena power after he issued False . . . . s by Harvey Matusow. (Cameron was forced out as editor-in-chief of Little, Brown three years earlier for his views on the Korean War.)

Not only was Cameron subpoenaed, but also the galleys of Matusow's book

Matusow, a professional witness during McCarthy's witch-hunt investigations, wrote the book to reveal that he had lied during his various testimonies. While the general publicity surrounding the investigation of the book caused the lifting of the subpoena on the galleys, it did not cause the subpoena to be lifted on Cameron.

(Goben Stair, director of Beacon Press, has been subpoenaed to appear in the Elisberg-Russo trial in Los Angeles, and told to bring certain records relating to Beacon's publication of the Pentagon Papers.)

Cameron believes that Nixon has a "turnaround plan," While stressing that the book publishing industry reaches a small audienc Approved For Release, 2001

in the cases of Beacon Press and Victor

Marchetti, evidence of that "turn-around plan" is quite visible.

Dr.. Robert Nelson West's eloquent account of Government intimidation of the Unitarian Universalist Association (U.U.A.) and Beacon Press appears on page 16. Since that March 4 account, certain major effects, both negative and positive, have clearly emerged, as well as some new legal developments. West, president of the U.U.A., Goben Stair of Beacon, and Christopher Raible, director of U.U.A.'s church extension program, provided the following picture during recent interviews.

In order to publish the Pentagon Papers eight books which Beacon had scheduled to be published had to be postponed. In addition, legal fees of \$50,000 thus far, simply to stop the Government from continuing to inspect U.U.A. bank records, is equivalent to the production costs of another five books.

Regarding sales of The Pentagon Papers, only one-third of the production cost of \$200,000 has been recouped. Furthermore, an enormous amount of staff time and energy has gone into explanations of Beacon's position to general public, as well as to the court.

There has also been a staff cut, but Stair attributed this as much to the general recession as to the financial costs of this publication and its aftermath.

The U.U.A.'s four top executives have also spent an extraordinary amount of time and energy explaining its position. In addition, a major new program to increase the growth of the denomination had to be delayed for six months. "There has been clearly a delay in programs which we would have affected sooner," West told American Report.

But there have also been positive effects. When Beacon undertook the superhuman job of editing the Pentagon Papers in August, 1971, the largely vacationing staff immediately returned to put the manuscripts in shape. Even after the drama of that effort and subsequent publicity faded, the staff has maintained a high level of norale.

The U.U.A., "over the years, anything but immune from controversy," has, according to Raible, taken a more determined look at such matters as freedom and privacy. U.U.A. officials testified before the Senate subcommittee on Financial Institutions concerning the Citizens Privacy Protection Act of 1972 (still pending) protecting bank records from unannounced Government scrutiny.

Recently U.U.A. officials submitted testimony to a special Health, Education and Welfare committee regarding the feasibility of using social security numbers as a means of issuing individual identity

cards. In addition, the U.U.A. again out of its renewed concern about freedom and privacy, was involved in a court challenge, which was lost, of the Army's domestic surveillance of citizens (latum vs. Laird).

"We recognize a pattern involving matters of privacy, religious association, misuse of grand juries and the Justice Department, and this also fits in with the Caldwell case, pressures on newspapers, TV, and so forth. Freedom and privacy are religious values. I see them threatened at this time," Stair said.

#### Support from Other Publishers

While Stair was disconcerted that larger publishing houses, with their larger budgets and better distribution, when offered the Pentagon Papers prior to Beacon, did not take them, he did say that that the industry "has been very strong and encouraging" during this crisis.

The Association of American Publishers (A.A.P.) not only called an emergency meeting to support Beacon shortly after the Gravel court decision, at that time, the F.B.I. could again press to see U.U.A.'s bank records), but under the A.A.P.'s auspices, \$12,000 has been contributed thus far to Beacon for legal defense costs.

It is difficult to determine any "chilling effects" on the U.U.A. as a whole. Contributions for this first full year after the bank records were subpoenaed have dropped slightly compared to the last year, but this can reasonably be attributed to the general state of the economy. The mail has been overwhelmingly in favor of U.U.A.'s position. Overall, Raible concluded that "the controversy with the Covernment has been unifying for our denomination."

The current situation is one of waiting. The Supreme Court decision on Congressional immunity cleared the way for the Government to look at U.U.A.'s bank records once again, under a court-imposed condition that it inform U.U.A. beforehand.

Thus far, however, the Government has made no new move to do this. In fact, the Boston grand jury was recently dissolved so that "it would seem," according to Stair, "that we have successfully resisted the production of these records."

It has been speculated that the Ellsberg-Russo trial (now in limbo itself until a new jury is selected) has tied up the Government's prosecutors. It would appear that nothing will proceed on the U.U.A.-Beacon case until this trial is concluded. The Boston grand jury could always be reconvened at that time.

But as Goben Stair pointed out, "It wasn't necessary for the Government to push these things beyond a certain point to do its harm."

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Speaking of himself in the third person. he reported that he "gave everything, and then one day, over a period of time, of course, came to the conclusion that it wasn't what he thought it was, and therefore he had to leave."

After leaving three years ago, however, he maintains that "you don't want to destroy the system, you want to improve the system." Marchetti spent 14 years in the intelligence-gathering section of the C.I.A. and gained such a high position that, with other C.I.A. executives, he met at 8:30 A.M. every morning for top-level briefings in the Executive Suite.

Although he still believes in the role of intelligence-gathering, "I lost faith in the cold war clandestine activity involving the manipulation of governments.... It was becoming more important to me that problems in the Detroit ghetto would be solved rather than we have the right people in power in X country, in Latin America. [ . .'

According to his editor at Knopf, Dan O Krint, Marchetti had already indicated his willingness to submit his proposed manuscript to the agency for its suggested deletions. Both O'Krint and Marchetti maintain that they do not want to publish any material harmful to the national security, but they also maintain that the C.I.A. does not have the first or the last · .inir on deleting what it feels would harm the national security.

"We have a reputation to maintain at Knopf, and so we would consult with the C.I.A. as we would with any outside expert prior to publication," O'Krint said.

But the Government did not buy this approach, even though that was the arrangement made during the same period with another 14-year veteran in intelligence-gathering, Patrick J. McGarvey. McGarvey honored the agreement he had signed with the C.I.A. which stipulated, in part, that a manuscript must be submitted to the agency by a former employee in order to avoid disclosure of any classified information relating to the national detense.

The agency returned McGarvev's manuscript, C.L.A.: The Myth and the Mainess, and questioned one anecdote (which he left in) and two one-line statements (which he took out), according to his editor, Iry Goodman. The book had been under contract with Saturday Review

with Knopf.

Leadership Class Breakdown

And yet, the same month in which the C.I.A. looked over McGarvey's manuscript, it also asked the Justice Department to go into court and restrain Marchetti from showing any portion of his proposed manuscript to anyone until he first showed it to the C.I.A. It seems that the Govern-

ment had singled out Marchetti (McGarvey never reached a high position in the agency) for special, possibly punitive treatment, perhaps as one of those social reformers causing that "breakdown in the leadership class" of which Nixon spoke just before his re-election.

among other things, to submit any manuscript written by him to the C.I.A. 30 days before its submission to anyone else for deletion of materials (i.e., the C.I.A. has the last word) is only the second such court. injunction in modern history, according to Mel Wulf of the American Civil Liberties Union.

The first such injunction was the year before, when the Government tried to restrain The New York Times and other papers from publishing their synopsis of the Pentagon Papers. If the Supreme Court decides to hear the Marchetti case, it will no doubt be a landmark decision. And yet, there has been very little public attention on this second attempt in less than a year to force media into a situation of prepublication censorship by the Government.

When the Association of American Publisher's Freedom to Read Committee met to discuss the filing of an amicus curi brief in Marchetti's appeal case, two! positions emerged. The first was a "middle ground" in which some editors believed the courts, not the C.I.A. or any other governmental agency, should decide prior to publication if certain material in a proposed book would harm the national security, and the extent of the relief the Covernment should be permitted. These editors noted that the test to determine "national security" should be a "direct, immediate, and irreparable damage to our nation or its people."

In The New York Times Company v. the the issuance of an interim restraining or-

In other words, this position argued that pushing it up a few days to March 12. the Goverment must prove in court, prior to

magnitude to permit our enemies to sink or seriously damage a troop transport at sea. If sustained by the courts, then such material would be deleted by the publishers.

The second position, which carried and was incorporated in the amicus brief, maintained that throughout most of the history of this country published materials have never been bound by law prior to publication.

In effect, these editors argue that the First Amendmen't guarantees an absolute right forbidding prior legal restraint on the publication of anything, even to the extent of not allowing the courts to decide what may or may not be harmful to the national security.

One editor supported this argument of The court order directing Marchetti, non-interference by saying that the book publishing industry is not irresponsible, that it does seek out all kinds of advice prior to publication, implying once again, as O'Krint said, that the industry is not about to publish anything it believes would harm the national security. "We certainly don't need the C.I.A. to help us stay out of trouble," another editor remarked.

#### Court Regulations

Although the Supreme Court will decide shortly whether or not it will agree to hear the appeal, its recently promulgated rules of evidence may pull the rug out from under the "middle ground" position. The code, on the face of it, gives the Government uncontested privilege to decide what can and cannot be classified without relief in the courts simply by saying such material cannot be discussed in the courts at all.

Congress has until July 1, 1973 to repeal any section of this code.

Besides the threat to the First Amendment implied in the Government's move against Marchetti, there is another disturbing aspect. Last March 12, Marchetti's literary agent xcroxed 6 copies of an article, written about the C.I.A., and sent five copies to five publishing houses, and the sixth to Esquire magazine for subsequent publication.

By sending out the xeroxes, the literary agent hoped to interest one of the five houses in signing Marchetti up for a book. In the papers filed with the U.S. District ended States, the center position of the six. Court on May 15, the Government said that concurring Justices stipulated that "only it first learned of Marchetti's Intention to governmental allegation and proof that do a book on March 12. Dan O'Krint stated publication must inevitably, directly, and, that it was impossible for the Government immediately cause the occurrence of an to have known such information on that event kindred to imperiling the safety of a day, since only Marchetti and his literary transport already at sea can support even agent had the xeroxes. Hence, it is assumed that the Government falsified the date on which it léarned of the proposed book by

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material in Marchetti's book would be of a

continued

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Thus the Government sought to protect, whoever it was in one of those five publishing houses who got hold of a xeroxed copy and passed it on to the C.I.A. Once again, such domestic clandestine activity is specifically prohibited by the act which established the C.I.A.

Despite the fact that "the phrase 'criminal activity' has become equivalent to the phrase 'national security' as a shield behind which the Government can do anything it wants to do, and people have been taken in by this" (Dr. West), an example of the same determination to maintain freedom of press as in The Invision Government episode occurred recently. Jim Silberman, editor-in-chief at Random House, was called by the C.I.A. asking to see the manuscript of a book

At that time, however, no manuscript existed, but the author said he would not show the agency a manuscript even when he completed one. Then the author asked the C.I.A. to tell him what material might be objectionable. When the agency told him what it had in mind, the author said he never intended that material for the book in the first place.

Two editors fondly recalled for American Report the kind of democracy, the kind of freedom which they feel the Government is trying to curtail.

"Criticizing the Government was an indoor sport in Indiana when I grew up," Angus Cameron remembered. And Goben Stair pointed to the small town meetings in Massachusetts where, even if a meeting is closed for a specific reason, the discussion doesn't stay secret for long. "The minute things are not out in the open," Stair emphasized, "we have a different kind of Government."

Robert Maurer writes regularly for Aborton Report.

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#### About CIA Forbids

By CURT MATTHEWS A Washington Correspondent of the Post-Dispatch

WASHINGTON, Jan. 30

VICTOR L. MARCHETTI wants an unabridged right to what's on his mind. Marchetti is a former employe of the Central Intelligence Agency and as such has been denied the privilege of writing his memoirs.

When Marchetti resigned from the CIA in September 1969, he began to write about his experiences and first-hand knowledge of the inner workings of the government agency responsible for international espionage, intelligence and related cloak and dagger activities.

He published a novel, "The Rope Dancer," in 1971 that had as its central plot the perils of a CIA employe who provided secret United States documents to the Soviet Union. This was followed by a magazine article in April of last year entitled "CIA: The President's Loyal tool,"

This was followed by a court action by the ClA to stop Marchetti from writing.

Marchetti resisted the suit on the ground that the First Amendment guarantecing freedom of press protected him from any restraint by the CIA. The case got as high as the Supreme Court, which voted 6 to 3 last December not to get involved.

THE HIGH COURT'S action lets stand and appeals court ruling by Judge Clement Haynsworth that when Marchetti signed an agreement with the CIA in 1955 that he would protect the internal secrecy of the agency, he in effect signed away his right to freedom of expression.

Haynsworth, noting that Marchetti had signed a secrecy agreement when he joined the CIA promising not to divulge any of the agency's classified information, said in his order last May, "We find the contract (between Marchetti and the CIA) constitutional and otherwise reasonable and lawful.'

It has frequently been said by legal scholars that the cases rejected for full hearing by the Supreme Court constitute a body of judicial action fully as important as the few cases heard by the court: and upon which written opinions are issued.

THIS ASSUMPTION may again be demonstrated in the Marchetti case. The former CIA agent, currently under court

the CIA without prior approval, intends have it published by Alfred Knopf & Co.

Marchetti said recently that he intended to permit the CIA to review the book, but that if the agency vetoed publication, he would challenge its position in the domestic dealings. courts charging violation of freedom of the press.

ing through the courts, restrain publica- Haynsworth said. tion of material relating to public affairs?

the Post-Dispatch - had the right to

publish secret Pentagon documents showing that the Government had concealed, distorted and misrepresented facts relatnam war.

Marchetti insists that none of the material in his books or articles threatens the security of the U.S. or violates the spirit of the agreement he signed in 1955. He has used material that is still classified secret, but in nearly every case it is material that has already been disclosed to the public.

Furthermore, Marchetti contends that the CIA and similar government agencies promiscuously classify material and information for the sole purpose of keeping it from the public and not because it has anything to do with the security of the nation.

"I BELIEVE in intelligence," he told the Post-Dispatch recently, "but not in hanky-panky. International espionage is one thing, but meddling in the affairs of other countries is something else. The whole concept of the CIA has to be rethought, with secrecy kept to a bare minimum. The main purpose of secrecy classifications now is to keep the public in the dark."

Marchetti, who held a number of jobs in his 14-year career with the CIA, including special assistant to the deputy director, the agency's second in command, says that much of the international espionage that goes on is well known to the governments involved but not to the citizens of those countries.

"Hostile governments often conspire to keep information from the people," Marchetti said. "The Russians knew of the first secret U-2 flights over their country in the late 1950s, five days after they began, but kept this information from the Russian people for months just as the U.S. government kept it from Americans. There have been similar two-country cover-ups involving the U.S. and cer-

In handing down his ruling last May, to complete a book about the agency and Haynsworth alluded to the conflict between the First Amendment guarantees of freedom of press and the need for a government to preserve confidentiality in some of its sensitive international and

"We readily agree with Marchetti that the First Amendment limits the extent to The issue at that time could be similar which the United States, contractually or to one aspect of the controversy that otherwise, may impose secrecy require arose in the case of the Pentagon pa-ments upon its employes and enforce pers. Can the Federal Government, act- them with a system of prior censorship,"

HOWEVER, he balanced this view in The Supreme Court decided 6 to 3 in favor of the Government by later quot-June 1971, that the New York Times and ing the late Justice Felix Frankfurter: the Washington Post - along with a "Free speech is not so absolute or irranumber of other newspapers including tional a conception as to imply paralysis of the means for effective protection of all the freedoms secured by the Bill of Rights."

The Marchetti case thus stands in coning to American involvement in the Viet- trast to that of the Pentagon papers at this point. In the Pentagon papers case, the high court reasoned that the government had failed to prove that publication actually would endanger the national security, and thus came down on the side of freedom of the press.

> In the Marchetti case, the Supreme Court has let stand a lower court ruling that says in effect, the Government's in-

terest in maintaining secrecy is more important than the public's right to know.

It is, from a legal point of view, unfortunate that the Marchetti case came to the high court burdened by two special circumstances: One, his 1955 agreement not to divulge information about the CIA without the agency's approval, and two, his insistence on the right to publish without actually having a manuscript in hand as 'Éxhibit I.''

The second of these circumstances is scheduled to be erased this spring when Marchetti completes his nonfiction

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volume on the CIA. The first, ernment will continue to inject as a rationale for controlling and in hibiting Marchetti's work.

IN ITS WRITTEN argument to the Supreme Court last year explaining why the courtshould reject the Marchetti case, the Government made only scant reference to the says, "is that the CIA decides First Amendment and freedom what is classified and what legal document in 1955 and that was doing.

If Marchetti butts heads with however, remains and undoubt- the CIA on his new book, he edly is a point that the Gov- and his attorneys must necessarily find a way around the 1955 contract. They insist at this point that it is unconstitutional to apply it in the catch-all manner as the CIA is attempting to do. Marchetti says he can live with the spirit of the contract, but not with its abuse by the CIA.

of the press. Solicitor General isn't. The effect is an outrage Erwin N. Griswold relied pri- and an abridgement of my marily on the point that Mar- freedom of expression not just chetti had signed a perfectly on classified information but legal document in 1955 and that on everything even remotely he was fully aware of what he related to the CIA or its operations."

10 JAN 1973

#### Re-establishes Intelligence Link to Units tha D. DeLoach, was not only periodic feuds and suspicions By JEREMIAH O'LEARY an almost daily visitor to 1600

Star-News Staff Writer

Acting Director L. Patrick Gray, continuing his reorganization of the structure of the Federal Bureau of Investigation, has quietly reestablished a unit for maintaining intelligence liaison with other key government agencies.

The liaison section, consisting of eight experienced FBI agents, keeps in continual contact with the departments of Defense, State, Transportation and the Treasury and also with the Central Intelligence Agency, the National Security Agency, the Bureau of Narcotics and Dangerous Drugs and the Atomic Energy Commission. It is headed by Homer Boynton.

Gray made the decision to reconstitute FBI haison with other U.S. government intelligence functions on Nov. 13 and FBI supervisors were notified of the decision in an internal memo from Gray's office on Nov. 22, according to his special assistant, David Kinley.

The late J. Edgar Hoover abruptly abolished the entire liaison section in Sept. 1970, reportedly piqued because the CIA refused to share an intelligence source with the FBI. In Hoover's era, the liaison section had grown to about 13 agents but it was always a touchy assignment within the bureau because of Hoover's

involving Washington officials.

Gray's office gave no reason for reestablishment of the liaison section, which will func-tion as part of the Domestic Intelligence Division.

The original liaison section started after the end of World War II when Hoover and the then-new CIA went through the explosive process of working out boundaries and working relationships. After a long series of negotiations and messages, the FBI and CIA generally agreed that Hoover's bureau would have intelligence responsibility for the United States and the CIA would be paramount overseas.

Liaison men were appointed and the pact worked fairly well in general, although neither agency ever pretended to be cutting in the other on everything it knew or was doing. In time, a relative handful of FBI agents began working overseas as legal attaches in U.S. embassies while some CIA functions began to become commonplace on the mainland United States.

Gray's memorandum did not mention liaison with the White House. The exact relationship of the FBI with the President's staff has tended historically to be set by the incumbent president. Lyndon B. Johnson encouraged liaison and a Hoover assistant, Car-

Pennsylvania avenue, he also had a White House telephone

installed in his kitchen.
President Kennedy dealt with the FBI largely through his brother, Atty. Gen. Robert F. Kennedy. President Nixon's staff kept in contact with Hoover and his aides largely by telephone or through Atty. Gen. John Mitchell.

Kinley also disclosed that a veteran FBI agent from the extinct Crime Records Division, Jack Herington, will be the chief of a small section in the director's office for handling press and media rela-

Herington will be given a small staff of two or three relatively young agents to handle the job.

#### LETTERS ....

Dear Editors:

t am writing to clarify various ambiguous statements attributed to me—and, incidentally, to correct the misspelling of my name—in Robert Maurer's article on press censorship (AR, Jan. 1-15)

Discussing the Central Intelligence Agency's attempt to pre-censor Victor Marchetti's forthcoming book on the C.I.A., Maurer quotes me as follows: "We have a reputation to maintain at Knopf, and so we would consult with the C.I.A. as we would with any outside expert prior to

publication."

The quote implies that Knopf would, as did Harper & Row In the : McCoy (The Politics Of Heroin In ... Southeast Asia) case, actively | cooperate with the C.I.A. in its review of our manuscript; as I remember the context, and as those of us at Knopf have repeatedly said, publicly and otherwise, in regard to this question, we would definitely not actively solicit or encourage C.I.A. comment on the Marchetti imanuscript, nor would we in any other way voluntarily "consult" the agency; we steadfastly feel that any such decision to consult is strictly the author's.

But we are also aware that, as in the case of The Invisible Covernment by Wise and Ross, the C.I.A. would be quite able to find advance galleys of the manuscript on its own, that they would more than likely offer a list of suggested corrections and emendations, and that we would certainly read and consider such a list-and that we would just as certainly reserve the right to Ignore entirely whatever they had to say. As to my alleged reference to the maintenance of Knopf's "reputation," I genuinely cannot recall saying-or thinking-that at all.

Further, the statement that Knopf "maintain(s) that they do not want to publish any material harmful to the national security" is a rather incomplete expression of our view, which was rather more exhaustively explained to Mr. Maurer: that what may be deemed "harmful" is certainly

open to question, and that the author's, or the publisher's, sense of harmfulness will not very likely coincide with the Central intelligence Agency's sense of harmfulness.

Later in the article, according to Mr. Maurer, I said that "the industry is not about to publish anything it believes would harm the national security." Here, again, the same principle of the fuzzy nature of what constitutes "harm" applies.

Thank you for allowing me the opportunity to address myself to these points, and let me commend Mr. Maurer and American Report for an otherwise comprehensible and comprehensive article.

Daniel Okrent Editor Alfred A. Knopf, Inc. New York, N.Y.



review of religion and american power

VOL. III, NO. 9

JAN. 29, 1973

ruplished biwackly except monthly in August at Astoria Press, Inc., 435 Hudson St., New York, N.Y. 10014 by Clergy and Laity Concerned, a nonprofit national emergency committee. D., 1972 by American Report. The opinions expressed in American Report are those of the contributors or editors and do not necessarily express the views of Clergy and Laity Concerned or others amounted with the publication.

managing editors Ron Henderson design directors John C. Jay editorial staffs Esther Cohen, John Kemodis, Debrah Wiley

editorial and subscription correspondence: 235 East 49th Street, New York, N.Y. 10017.
Subscription rates: single copy, 50 cents; one year, \$2.00; two years, \$16.00; tirree years, \$23.00. (Foreign postage per year, per subscription: Canada and FUAS countries, \$2.00 additional;) bulk rates: for information, write to above address, itudent rate: \$7.00 per year mailed to university address lecond class postage paid at New York, New York, nostmaster: Picase sind form 3579 to American Report, 236 East 49th Street, New York, N.Y. 10017. American Report subscribes to Dispatch News Service International (ONSI), Ecumenical Press Service (EPS), Latin America Press (LP), Pacific News Service (PNS), and Religious News Service (RNS).

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ER-AMERICAN AFFAIRS

GENERAL WALTERS' TRIP TO BRAZIL EXPLAINED

[Article; Havana, Bohemia, Spanish, 19 January 1973, p 85]

Regardless of how much Galo Plaza discounts it, the CIA does think and does act. Therefore it does exist, to paraphrase the erudite Cartesian saying. For example, the one who currently is making a survey of military garrisons in Brazil is not exactly an ethereal, tourist phantom, nameless and inaccessible, but a tough flesh and bones person, aggressive and active, a four-star general in the hierarchy of the Pentagon. His name is Vernon Walters and he is second in command in the. Central Intelligence Agency's register, an operational officer responsible for the preservation of imperial order in the Latin American world. The PL [Prensa Latina], from which this commentary is extracted, does not specify the background of the gallant Yankee warrior. But this is not necessary in order to correctly place him. One does not become deputy chief of the CIA by collecting butterflies or cultivating roses and jasmine. What is needed is the capacity for operational maneuvering and intrigue, and also brutality without contemplation. in theory, a high-level CIA chief has to know the art of crushing testicles and obtaining reactions with an electric goad.

General Walters arrives in Brasilia about the middle of December on flight 290 of the VASP. He is met at the airport by his counterparts in intelligence and information. The very day of his arrival he meets with General Carlos Albert Fontoura, considered the second man in the gorilloid regime of Garrastazu Medici. Then he hops to Sao Paulo to partake of a dinner, behind closed doors, with General Augusto Jose Presgrave, Commander of the Second Army Division; Brigadier Delio Jardin de Nattos, of the Fourth Air Zone; and Admiral Sylvio de Magalhaes Figuereido, Commander of the Sixth Naval District. Later, still in a clandestine atmosphere, he has an interview with Garrastazu in the "Granja do Torto, the

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presidential retreat. The Minister of War, General Orlando Geisel, is present at the secret meeting. In a matter of a few days, the diligent visitor surveys the whole military and police register of the carioca country, from top to bottom.

Very soon the objectives of the visit become apparent. The CIA deputy, carrying out specific instructions from Nixon, comes to urge a "hard line" with regard to the government of Chile. The success of the mission is apparent from the first shots directed at the Popular Unity government. Scarcely wrapped in thin cellophane. General Humberto de Souza Melo opens fire. "Brazil and the United States," he proclaims, "will continue to fight against communism, which is digging its claws into South America." Further on he refers to "the red menace which blows from the seas of the Pacific." "Red" menace and seas of the Pacific? The conclusion is obvious. Chile in the sights of the CIA's Brazilian affiliate.

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29 JAN 1973

## Washington Whispers®

### Too Many Cooks in the CIA?

Now expected is a thorough shake-up of the Central Intelligence Agency. Intelligence sources say the President particularly wants to sharpen the handling of the CIA's analyses of foreign affairs and international economics. One complaint is that under existing procedure some of the agency's excellent reports are muddled by the time all the experts get their views in.

A career officer in Israel's Army, discussing the odds on an Arab-Israeli war along his country's border with Syria: "This is not a serious threat. The Syrians are incapable of such a threat. They know if they start anything we can be in Damascus in 35

minutes and they can do nothing to

keep us out."

\* \* \*

Senate hearings on the Watergate political-espionage affair will not get under way until late spring, at the earliest. Associates of Senator Sam J. Ervin, Jr., the North Carolina Democrat who is to guide the inquiry, say he will not launch it until the criminal case has been completed and that he has hearings scheduled on other matters for the first tew months of this session of Congress.

\* \* \*

At a Washington cocktail party, an Eastern European envoy remarked that the scramble of cameramen and reporters around Russia's Leonid Brezhnev and French President Georges Pompidou as they met in the Soviet city of Minsk would not have been permitted by security men at the Paris airport. A French diplomat rejoined: "True—we only secure the airport while you Communists secure whole countries."

\* \* \*

In an effort to step up production, Communist China is wooing industrial workers with higher wages, cash incentives and special awards. In rural areas, peasants' incomes are now determined by quality and quantity of labor output rather than by political Approved For Release 2004/06/09: CIA-RDP84-00499R001000110004-0

## Washington Whispers.

[Items appearing on this page are being talked about in Washington or other news centers]

\* \* \*

Friction between the Central Intelligence Agency and military intelligence officers has not been eased by the change in command at the CIA. A Defense Department source commented: "We thought the variance between CIA and Defense intelligence estimates would narrow with the appointment of James R. Schlesinger as the new Director at CIA. But the gap has actually widened and the trend is disturbing."

U.S. NEWS & WORLD REPORT, March 12, 1973

## Its Training **Of Policemen**

By JACK KNEECE

Star-News Staff Writer

The Central Intelligence Agency has promised a California congressman it will discontinue technical assistance to local police agencies except "in the most compelling circumstances."

James R. Schlesinger, director of the CIA, wrote Rep. Chet Holifield, chairman of the House Committee on Government Operations:

"In keeping with the sensitivity of this matter I have directed that such activities be undertaken in the future only in the most compelling circumstances and with my personal approval." The letter did not specify what these circumstances might be. stances might be.

Holifield said CIA agents gave briefings or demonstrations to police officers of six local or state jurisdictions and held briefings or training sessions lasting two or three days for policemen from nine metropolitan or county jurisdictions.

Those jurisdictions included Fairfax and Montgomery counties.

CIA surveillance training, involving dossiers on persons in the New York City area, came to light when it was condemned by Rep. Edward I. Koch, D-N.Y. last month.

"It is a clear violation of the 1947 law that created the CIA," Koch said.

Holifield wrote Schlesinger: "The sensitive nature of the agency's work and the mandate of its enabling legislation to refrain from engaging in domestic law enforcement activities would seem to compel a reconsideration of the recently publicized activities."

Holifield also called Schlesinger's attention to a federal law requiring that such assistance must be reported in wriing to the Congress.

Koch said the 1947 law clear-

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# Pentagon, Intelligence Agencies At Odds on Results of Bombing

By SAUL FRIEDMAN Of Our Washington Bareau

WASHINGTON. — There is deep disagreement in the Pentagon and top intelligence circles over the military effect of the 11-day December bombing of Hanoi and Haiphong.

Admiral Thomas H. Moorer, chairman of the Joint Chiefs of Staff, told the House Appropriations Committee on Tuesday that the raids were North Vietnam's "war-making potential."

But Congressional sources close to the Pentagon and the Central Intelligence Agency say other assessments contradict Moorer's report.

And one congressman, noting Moorer's admission that he was not consulted before the President ordered the

bombing, said: "If the President didn't explore the military ramifications of his actions before he took them, it would suggest that there were other than military reasons for the bombing."

OUTGOING Central Intelligence Agency director Richard Helms, it was learned, has told members of Congress that the bombing did "relatively little damage" to North "very effective" in reducing "Vietnam's war-making potential.

One congressman added: "The bombing wasn't supposed to have much effect, militarily, although it did cause rather minor disruption.

"Within days after the bombing they replaced railroad lines and bridges or found other ways of importing war material and transporting it to combat areas," he said.

The Congressional source in possession of information from the Pentagon and intelligence sources rejected the rationale Moorer gave for bombing Hanoi and Haiphong at this stage in the war.

MOORER told congressmen that the North Vietnamese had engaged in a new supply build-up while negotiations were taking place from late October to mid-December.

But the congressman, who did not want to be quoted by name, noted that the U.S. carried on unrestricted bombing against military targets in North Vietnam from May 8 (when the President announced the blockade and mining of Communist harbors) through Oct. 23, when bombing was ceased north of the 20th parallel amid negotiations and speculation of an impending peace agreement.

The heavy bombing then resumed on Dec. 18, after the breakdown of the agreement, and targets included populated areas of Hanoi and Haiphong.

"It is ridiculous to believe that despite months of bombing, the North Vietnamese were able to accomplish the kind of buildup in two months that only 11 days of bombing could stop," the congressman said.

"If that is so, then we will be right back where we started in another months. The truth is that there were no military targets of consequence in Hanoi and Haiphong, and that the bombing had little or no real mili -tary effect."

## NYTIMES BOOK REVIEW, 21 VAN 73

# The Cairo Documents

The Inside Story of Nasser and His Relationship With World Leaders, Rebels, and Statesmen. By Mohamed Hassanein Heikal. Introduction by Edward R. F. Sheehan. Illustrated. 360 pp. New York: Doubleday & Co. \$10.

#### By ERIC PACE

Not long after Gamal Abdel Nasser came to power in Cairo, he wrote that "in this region, there is a role wandering aimlessly about in search of an actor to play it." The role to be filled was that of leader, not only of the Arab world, but of the African and Islamic worlds as well, and Nasser suggested Egypt as the likeliest candidate.

These were grandiose words coming from a postal clerk's son who had not got beyond the rank of Colonel in the woebegone Egyptian Army. But then, a lot of things always seemed oversized about Nasser, including his pride. I remember thinking, when I first saw him making a fiery speech in Cairo in 1961, that even his features seemed overscaled: the long nose, the great angular jaw, the smile.

And so Egypt's leader set about being a figure on the international stage and the extent to which he succeeded is richly shown in the pages of "The Cairo Documents." The book is mainly an account of Nasser's dealings with Khrushchev, Chou Enlai, Kennedy, Johnson and other world figures who recognized that the ruler of Egypt did indeed wield influence that went far beyond the banks of the Nile. Its chapters span the era from 1952, when Nasser and

his cohorts overthrew the Egyptian monarchy, until 1970, when he died.

The author, Mohamed Hassanein Heikal, was Nasser's adviser and confidant, and he is in a position to report such things as how, on a visit to Moscow, "when Nasser went to wash his hands ritually before praying, Khrushchev waited on him with a towel. He behaved with great delicacy."

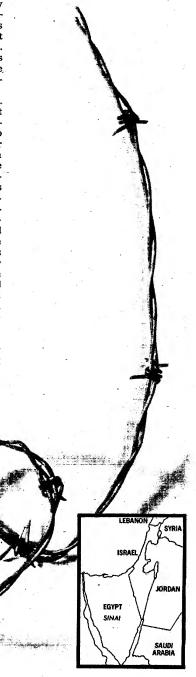
The trouble is that from the Arab standpoint, Heikal shows great delicacy, too. He describes Nasser's very personal style of leadership in fascinating detail, but he does not address himself to certain important but potentially embarrassing questions. And his version of some events seems highly debatable, to say the least, and tailored to reflect favorably on Nasser.

But all this is understandable. After all, Heikal is now a confidant of Anwar el-Sadat, Nasser's successor as President of Egypt. He is also the editor of the Cairo newspaper Al Ahram, which often serves as a sounding board for the views of the Cairo regime. With a veteran propagandist's shrewdness, he presents enough anecdotes, insights and previously unpublished official correspondence to make his book important reading for anyone interested in Egyptian affairs. At the same time he forestalls criticism of his omissions and his partisanship by saying there are important things in Nasser's life "that cannot yet be told for reasons of national security. And I am still too emotionally involved with his memory to be able to write about him in the detached fashion necessary.

In point of fact, Heikal and Nasser were old friends, having met during the Arab-Israeli war of 1948 and cemented their friendship in the fifties. In conversation Heikal used to like to minimize the extent of his influ-

ence over Nasser, but it was sometimes spectacularly evident, notably in determining what visiting journalists were admitted to the Presidential presence.

Accordingly, there is a warm and sometimes irreverent quality to Heikal's writing, as in his story of a Cairo conclave which, he says, Nasser always afterward referred to as the "pee-pee (Continued on Page 12)



Eric Pace has reported from Cairo and Beirut for The Times. His novel, "Any War Will Do," will be published this spring.

## The Cairo Documents

The Inside Story of Nasser and His Relationship With World Leaders, Rebels, and Statesmen. By Mohamed Hassanein Heikal. Introduction by Edward R. F. Sheehan. Illustrated, 360 pp. New York: Doubleday & Co. \$10.

#### By ERIC PACE

Not long after Gamal Abdel Nasser came to power in Cairo, he wrote that "in this region, there is a role wandering aimlessly about in search of an actor to play it." The role to be filled was that of leader, not only of the Arab world, but of the African and Islamic worlds as well, and Nasser suggested Egypt as the likeliest candidate.

These were grandiose words coming from a postal clerk's son who had not got beyond the rank of Colonel in the woebegone Egyptian Army, But then, a lot of things always seemed oversized about Nasser, including his pride. I remember thinking, when I first saw him making a fiery speech in Cairo in 1961, that even his features seemed overscaled: the long nose, the great angular jaw, the smile.

And so Egypt's leader set about being a figure on the international stage and the extent to which he succeeded is richly shown in the pages of "The Cairo Documents." The book is mainly an account of Nasser's dealings with Khrushchev, Chou Enlai, Kennedy, Johnson and other world figures who recognized that the ruler of Egypt did indeed wield influence that went far beyond the banks of the Nile. Its chapters span the era from 1952, when Nasser and his cohorts overthrew the Egyptian

The author, Mohamed Hassanein Heikal, was Nasser's adviser and confidant, and he is in a position to report such things as how, on a visit to Moscow, "when Nasser went to wash his hands ritually before praying, Khrushchev waited on him with a towel. He behaved with great delicacy."

monarchy, until 1970, when he died.

The trouble is that from the Arab standpoint, Heikal shows great delicacy, too. He describes Nasser's very personal style of leadership in fascinating detail, but he does not address himself to certain important but thony Eden, the British Prime potentially Approveds For Release 200 106 109 dGlAgRDP 84e 90499 R001000 110004 0 Will Do," will be pubpotentially Approveds For Release 200 106 109 dGlAgRDP 84e 90499 R001000 115 Spring.

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Accordingly, there is a warm and sometimes irreverent quality to Heikal's writing, as in his story of a Cairo conclave which, he says, Nasser always afterward referred to as the "pee-pee

discussion." It was held in 1954, when Washington proposed linking Egypt and Jordany by a roadway running past the Israeli port of Elath on the Gulf of Aqaba. An overpass was to carry the Israeli road and its Arab traffic across the Israeli road leading to Elath, Heikal reports, and "the United States Army, the C.I.A., and the State Department produced dozens of detailed engineering drawings . . . Nasser . . . examined them with interest and then destroyed the whole scheme."

Nasser said, "'Suppose an Arab was on the overpass one day and felt the call of nature and it landed on an Israeli car on the underpass . . . What would happen? There would be war.'"

Nasser's judgment of other world leaders was sometimes earthy too. He despised Anwas our impression that Eden wanted Nasser's head if only to please" his "lean and fashionable" wife, Clarissa. "We were told that she was furious Ebout the attacks on her husband in the Tory party as 'a man of straw' and that it was her dream that he should prove himself."

Heikal says Nasser "admired Kennedy for the way in which he used university professors in his Government. Walt Rostow made a special impact on the President [Nasser] in a book which I gave him called Economic 'The Stages of Growth.' Nasser ordered this book to be translated and distributed to every member of the Cabinet."

Despite Khrushchev's towel-Nasser's relations wielding. with the Russians had their ups and downs, partly because of interpreters' errors. During one meeting, we are told, Khrushchev terrified an inept interpreter by telling Nasser, "if he makes a mistake . . . we must make him into a piece of soap."

The book does not give us a clear idea of how Nasser developed as a man and a leader in the course of his dealings with foreign regimes. It leaves out Egyptian domestic problems, and it is disappointingly brief in its account of the events leading to the 1967 war. At the start of the conflict, for instance, Field Marshal Abdel Hakim Amer, the Egyptian military commander, "landed at Cairo International Airport to find that . . . nobody was there. He took a taxi and drove to the High Command's headquarters." Heikal Yet claims that before the war broke out, Nasser "saw defeat coming. He foresaw that the ' Israelis would start the war by striking at Egypt's airfields." Nasser "warned the Air Force to be on their guard," Heikal claims, but if he really did see "defeat coming," why didn't he take stronger measures - at least to make sure the Air Force was alert? Heikal does not address himself to that.

And for that matter, why did Al Ahram say on May 27, 1967, as tension mounted in the Middle East, that time was on the Egyptians' side? "If Israel is going to take any military action

Eric Pace has reported from Cairo and Beirut for The Times. His novel,

of 1956, and Heikal says, "it

And his version of some events HS/HC-950

continued

to face Arab defiance," it added, "the proper time is now."

When that issue of Al Ahram came out in Cairo, I remember thinking that its logic was persuasive, and that it seemed unwise for Heikal's paper to taunt Israel. A few days later, of course, Israel did indeed strike, and I have never seen that passage quoted since then by Heikal or another Arab writer.

In other parts of "The Cairo Documents," Heikal's version of events conflicts with that of non-Egyptian experts. His accounts of talks between Nasser and Dag Hammarskjold, for instance, differ from the accounts given in the new biography, "Hammarskjold," by Brian Urquhart, an assistant secretary general of the United Nations. Heikal says that when Hammarskjold visited Nasser in June, 1958 to discuss a crisis in Lebanon, Hammarskjeld "pleaded with Nasser with one of his favorite maxims: 'Let us have less hot and more cold."" Yet Urquhart, who worked with Hammarskjold and has had access to his private papers, says that-far from pleading - Hammarskjold told Nasser bluntly that Egypt had overplayed its hand badly in Lebanon and had to change its course quickly. Military infiltration must stop.

Or take Heikal's report that the C.I.A. passed a "special fund" of \$3-million to Gen. Mohammed Naguib, Nasser's predecessor as President. "The money had been handed over by an American agent in a big bag stuffed with \$100-dollar bills. It was actually given to an officer in the Egyptian Intelligence Service who acted as a liaison man . . . the Egyptian officer took the bag to General Naguib's office. . . . When Nasser heard this, he was furious."

But Miles Copeland, an American writer who lives in London, wrote in the Book Review of Aug. 6, 1972, that he was the American who handed over the \$3-million in question, and that it was not for Naguio but for Nasser, as a "present from the White House." In his 1969 book "The Game of Nations," Copeland reported that soon "after getting Nasser's personal assurance that the secret \$3,000,000 was indeed acceptable . . . I was bumping over the country road" bringing "two suitcases containing \$3,000,000 in cash" to a Nasser aide named Hassan Touhami. "We solemnly counted the money, twice, to find that there was only \$2,999,990," writes Copeland. "Hassan's only comment was, 'We won't fuss about the missing ten dollars,' whereupon • he . . . climbed into a large Mercedes and headed for Nasser's residence."

Who is telling the truth here? Who knows. Copeland's account was first published, in England, three years ago, but Heikal does not address himself to the questions it raises.

And speaking of questions: Why didn't Doubleday & Co. equip this 360-page book with an index?

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PROGRAM

Jack Anderson Syndicated

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WAVA Radio

DATE

January 18, 1973 5:05 P.M.

Washington, D.C.

### CIA REPORT ON CHINESE MISSILES

JACK ANDERSON: Have American scientists discovered how to stop the Chinese missile attack? I'll have an exclusive report in a minute.

This is Jack Anderson in Washington.

The Central Intelligence Agency has reported that China is on the verge of becoming a super power in intercontinental missiles. The outgoing CIA director, Richard Helms, told the Senate Armed Services Committee recently behind closed doors that he was shocked to find out how close China is to super power status in the missile field.

But we've learned that the Chinese missiles may not be as ominous as the CIA has led senators to believe. U.S. scientists have discovered a defense against Chinese warheads. The CIA obtained samples of the metal the Chinese use in their warheads. Our nuclear experts then constructed duplicates of the Chinese warheads. These were detonated underground in Nevada with x-rays from another nuclear explosion. The results indicate that the U.S. should be able to throw up an x-ray screen and explode oncoming Chinese warheads in outer space. The x-ray screen doesn't work against Soviet warheads, which are made of harder metals.

We also have reports that the Soviets have made the same discovery. So the Soviets, too, may soon be able to nulify the threat of a nuclear missile attack from China.

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# SCINDE SCIVS CIA corned Nixon's GROHL has been told by the head of the Central Intelligence Domoing failed

By JAMES GROHL
Press Washington Writer
WASHINGTON — Sen.
William B. Saxbe says he

has been told by the head of the Central Intelligence Agency (CIA) that U.S. bombing of Hanoi was not successful militarily and did not prompt the return of the North Vietnamese to the Parts peace talks.

In a news conference yesterday, the Ohio Republican said he received that assessment from Richard Helms, CIA director.

Saxbe also said he doubted that the Senate would be consulted by President Nixon on terms of any agreement reached with the North Vietnamese in Paris.

THE PRESIDENT, Saxbe said. has assumed a "De-Gaulle attitude that will not permit him to consult anybody." 'As for any future peace accord, Saxbe said he did not believe the North Vietnamese live up to any commitment they make.

"The most we can hope for is to get our prisoners and get out, and that has been the situation for three years."

The only hope, Saxbe said, for peace in South Vietnam, would be for Russia and China to agree to stop providing arms and equipment to the north.

DURING THE news conference S a x b c introduced James A. Duerk, his new

press secretary. Duerk previously had his own public relations firm in Columbus and had among his clients former Gov. James A. Rhodes and the Ohio Republican Party.

Saxbe cautioned against, attaching any significance to his hiring of Duerk, who is one of Rhodes principal advisers. As for Rhodes' announced candidacy for governor, Saxbe said he would

probably be a formidable candidate. There has been speculation that Saxbe might want to run.

But Saxbe said, "I don't think I'd want to be a candidate against anybody."

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MR HAROLD WILSON said are the correct representations yesterday that there was no of the Pentagon documents United States spy at Chequers which are the subject of the Case when he met the Soviet Prime Minister, Mr Kosygin, there in 1967.

He was denying an allegation in reports of the Pentagon Papers' trial in Los Angeles that an American agent was concealed at Chequers during secret talks on Victnam.

Mr Wilson said President. Johnson's special representative, Mr Cher Cooper, was not in a position to know what was said between Mr Kosygin and himself, and had not received drafts

phone call between Mr Kosygin: and Soviet Communist Party leader, Mr Brezhnev, was tapped by British intelligence agents.

Mr Witson's statement. I have seen reports of state-Mr Wilson's statement said: ments said to have been made in an American court about the visit of Prime Minister Kosygin to Britain in February 1967.

agent was concealed at Chequers during the negotiations, that—according to the itestimony of an American general—"Mr Cooper sat in a back room and worked on the drafts that were submitted to the co-chairman."

There is also the suggestion

that Mr Kosygin was unaware, that I was in touch with the White House. Whether these

is for the court to decide. They are a totally incorrect version

of what happened.

'The two facts are on the record. They were set out on page 361 of my book, "The Labour Government 1964-1970"

'There was no spy at Chequers. Mr Chet Cooper, the President's special representa-

President's special representative, was not in a position to know what was being said between Mr Kosygin and myself. There were no drafts for him or anyone else to work on.

"It is public knowledge that of documents.

following the breakdown on the He also denied that a tele- Friday I had sent to the President on the Sunday in question my suggestions for breaking the

impasse. The President called a meeting of his advisers to consider the proposals, and decide on their definitive policy about an extension of the ceasefire due to end the following morning.

'In view of the urgency and Among other assertions were the time factor, Mr Cooper was the suggestions that "Mr at Chequers specifically to keep (Kosygin was spied on at the White House so that I could chequers," that "an American the White House so Mr Kosygin to Mr Kosygin that "an American the White House so Mr Kosygin to Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin that "an American the White House so Mr Kosygin the White House so Mr Kosygin that "an American the White House so Mr Kosygin the communicate to Mr Kosygin any decision the President President made.

'Mr Kosygin was fully aware that I was in direct touch with the President all the week.
As for a further reference in

the evidence to allegations of British Secret Service tapping of a talk in or near Moscow between Mr Kosygin and Mr Brezhnev, it is not true. KANSAS CITY, MO. TIMES

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Books of the Day.

# Inside the Intelligence Establishm

THE SUBVERTERS, by J. C.I.A. THE MYTH & THE Bernard Hutton (266 pages; MADNESS, by Patrick J. Mc-Arlington House; \$7.95).

By H. G. Summers, Jr.

Books on intelligence seem invariably to fall into two categories-the John LeCarre prosaic, mundane, workaday version, or the James Bond exciting, conspiratorial, cloakand-dagger version. Two recent books are no exception.

In "C.I.A. the Myth & the Madness," Patrick J. McGarvey, a 14-year veteran of military intelligence, has written an excellent inside account of the actual mechanisms of the United States Intelligence Community. It is not lurid, there are no sensational exposes, and his prose is rather dull, but the picture he paints—to those familiar with the inner workings of government-is far more deadly than any exciting spy story. No one who has worked with Intelligence at the national levels can fail to appreciate the insights and descriptions that McGarvey provides. Take, for example, his description of the Defense Intelligence Agency in the Pentagon:

"The Pentagon is in a constant frenzy of activity. Every project is done on a crash basis. The answers to tough problems are wanted 'yesterday,' not today, not after adequate study has been done, but instantly. . . .

"The shortness of the tours of the military managers of the agency (about nine-tenths of management jobs are filled by military officers) causes some long-term problems. These officers are interested in getting good performance

Garvey (240 pages; Saturday Review; \$6.95).

out of the staff while they are there, not in building up longrun staff or agency capabilities. . . . Basic intelligence for detailed studies is simply not getting done or is whipped out with a weekend's furious over-

"Another problem is the 'can do' attitude that prevails among the officer corps. It is unthinkable for an officer to tell his superior that he cannot complete a task. It is a form of heresy. . . . Yes, sir, can do' results in an attitude among DIA staffers that is captured in their motto: 'If you want it real bad, you're gonna get it real bad.'

Nothing here very conspiratorial, nothing very exciting. Yet in these dull organizational details lies the heart of our problems. It is not Machiavelli but instead C. Northcote Parkinson who could serve as the guru for the Intelligence Community. With apologies to Robert Townsend, McGarvey's book could better have been titled, "Up the Intelligence Organization." It is must reading for anyone who is concerned with what is really wrong with our intelligence organization. As Mc-Garvey says in his introduc-

"One of my reasons for writing this book is to shed some light on the most damaging, persistent myth afoot today about the CIA-that it is an efficient, well-run machine capable of almost any act of trickery or intrigue. An honest portrayal of what intelligence

is all about must conclude that the CIA is an insufferable bureaucratic morass with little or no central direction, needing drastic change. . . .

Meanwhile, in "The Subverters" J. Bernard Hutton (according to the jacket blurb) "reveals the Communist plot to subvert the West and spells out, for the first time, the actual techniques being used right now."

Hutton, a former Czech Communist official now living in Great Britain, sets out to prove that all the ills of today's world—the problems in Northern Ireland, the black power movement in the United States, the worldwide drug problem-are all caused by a small band of highly trained "subverters." This "Red Fifth Column" is so powerful, so pervasive that it threatens the very existence of the free world.

It would be nice to believe Hutton-to sit back and relax and blame all our problems on these evil conspirators. It would be nice, but it would also be naive. While there is no doubt that the Soviet Union and Communist China delight in our problems-one only has to read their press to appreciate this-it is fanciful to assume that any band of "subverters" could cause the problems facing the Western world. It's just not that sim-

The Soviet intelligence service-the KGB-like its American counterpart, is not 10 feet tall. They, like us, are more than likely so bound up in their own red tape-including additional layers of ideological red tape—that they would do well to keep their own house in order. The recent British Soviet spy scandal reyeals that they are far from infallible.

John LeCarre or James Bond, reality or fantasy, Mc-Garvey or Hutton-with these two books, the choice is yours.

H. G. Summers, a frequent contributor to The Star, is a former U.S. Army intelligence officer

# The question of Cambodia before and after

My War with the C.I.A.

By Norodom Sihanouk and Wilfred Burchett

(Allen Lanc, The Penguin Press, £1.60; Penguin paperback, 50p)

Whatever happens in Cambodia after the ceasefire in Vietnam, the revelations of what went before make curious reading. Prince Sihanouk, who was overthrown as head of state in Cambodia in March, 1970, makes no bones of the fact that Vie cong and Vietninh troops and supplies were on Cambodian soil for years before that.

Any mention of this abroad during those years drew hot denials. In 1968 and 1969 The Times printed three letters from the Chargé d'Affaires at the Cambodian Embassy in London saying that such allegations were "baseless" and a "slander". Prince Sihanouk, in his story as related to Wilfred Burchett, a sympathetic Australian journalist, says that these forces "did us no harm", and "for years we had officially winked at their presence".

The buoyant Prince's hatred of the United States, and particularly of the CIA which he blames for his misfertunes, stands out nakedly. So does his resentment of the Soviet Union, which, he says, still recognizes the government that overthrew him and sends medical and surgical equipment for the men whom he is fighting. Sibarouk formed a rival "government" in Peking.

Peking.

The question who will be master in Cambedia now is more crucial than ever. Prince Sibanouk claims that by September, 1971, his resistance forces were administering four-fifths of the country, and the only reason they did not "strangle" Phoom Pech was that they did not want their compariets to starve. Now he says he will fight ou; a climax one way or the other should be at Yangle.

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## Strike by Pilots for the C.I.A. In Laos Is Reportedly Averted

Special to The New York Times

A strike by airline pilots in ters. It has 112 pilots stationed here, nearly all of them American citizens under contract to the company.

The pilots are seeking higher and other hopefits.

apparently been averted.

The dispute involves Air America, a quasimilitary airline used by the United States Central Intelligence Agency in Laos to supply irregular troops, many of whom depend on parachuted or airlifted supplies.

A company spokesman said tonight that the pilots involved in Laotian operations had been ordered by their union or-

VIENTIANE, Laos, Jan. 23-lates 31 planes and 35 helicop-

in Laotian operations had been denoted by their union organizer to call off the walkout, war here and neutralized the that had been scheduled to begin tonight at midnight.

The dispute apparently remained unsettled, but the local chapter of the Airline Pilots to military units, including, in Association reportedly decided against a walkout at this time.

The spokesman said he did not know whether the strike mountainous, and has few roads

not know whether the strike mountainous, and has few roads would go into effect in the or navigable waterways. Durother areas of Asia where Air America operates, such as Taiwan, Japan, Thailand, Oki-Jarres and toward the North North Nava and South Victname, and be supplied only by air In Laos, Air America oper-ibe supplied only by air.

## Mr Kosygin spied on at Chequers,

Los Angeles, Jan 26.-The British Covernment concealed an American agent at Chequers during secret negotiations to end the Victnam war between Mr Harold Wilson and Mr Alexei Kosygin, the Soviet Prime Minister, in 1967, it was said in the Pentagon papers trial here today.

The British also intercepted a private telephone call between Mr Kosygin and Mr Leonid Brezhnev, the Soviet Communist Party leader, in Moscow, the

court was told.

The story of the Chequers meeting emerged as four volumes of the papers known as the "negotiation volumes" were made public for the first time during the trial of Daniel Ellsberg, aged 41, and another worker at the Rand Institute, Anthony Russo.

Brigadier-General Paul Gorman, giving evidence on the effect of the leaking of the papers, said: "This is documentary evidence from a high-level American source that the British operated throughout that summit meeting hand in glove with the United States to the extent that Mr Cooper (the agent) sat in a back room and worked on the drafts that were submitted to the co-chairman."

General German identified "Cooper," as "Chester Cooper, a United States official".

General Gorman said: "The information that telephone calls between top officials of the Soviet Union had been intercepted could, in 1969, have led to a change of communications procedures which would deny the British access to similar information." He said that the intercepted telephone call was intercepted telephone call was between Mr Kosygin and Mr Brezhnev.

The Pentagon papers quoted Mr Kosygin as saying: "There is a great possibility of achieving the aim if the Vietnamese will understand the present situation that we have passed to they and that they are to them and that they will have to decide. All they need to do is to give a confidential declara-

The "negotiation volumes" were part of the 18-volume study Mr Ellsberg and Mr Russo are accused of stealing

# Approved For Release 2001/06/09 TETA ROPE 1973 9R00100010004-0

## The Cairo Documents by Mohamed Hassanein Heikal

(Doubleday; \$10)

Nasser, like the man whom he despised the most, Anthony Eden, is a classical example of why a clean bill of health should be required of any head of government. Heikal, editor of the frequently quoted Cairo daily, the "semiofficial Al Ahram," makes it obvious, though he does not put it so inelegantly, that Nasser's rule in the '60s was first and foremost the rule of a diabetic. Heikal is an Egyptian cross between Kissinger and Boswell; he remains, the reader senses, puzzled by some of the things that Nasser said and did in his more and more impulsive moods, but feels perhaps that it would be undignified to suggest that the naive, honest, ascetic hero of modern Arab history was finally too emotionally diminished to govern Egypt. (On the other hand, one significant factor in this book is just how many leading players in the Mideast crisis thought that their colleagues or opponents were demented. Dulles is quoted as finding Eden "a little mad," while Khrushchev found Dulles a "mad monk.")

The documents referred to in Heikal's title are letters to and from Nassermissives exchanged with Johnson, Kennedy, Khrushchev, Nehru, Hammarskjöld and others. The book is full of little Nasserian insights into these and others whom Nasser met at length-Tito, Eden, Sukarno, Nkrumah, Che Guevara. But mostly the book is a chronicle of Nasser's early victories and later defeats, the fruit of his transparent errors.

Historically, the importance of Nasser's errors were the uses Israel made of them. Many turns of history still remain unclear: there are now a dozen interpretations of most of the major events in the Middle East since 1950. The only universally accepted fact seems to be that Eden was a nincompoop. But it is clear, even from this slightly gung-ho Egyptian account, that Israel has always kept the initiative. When war broke out, it was often because of things that the Arabs Approved Epr. Release 2001/06/09: CIA-RDP84-00499R0010001rd004-0called Johnson a "cowboy." did not want it.

Because the trait is so germane to Arab

history, the temptation for historians will be to attribute Nasser's volatility to his asceticism. He had the attitude to personal wealth of a Ralph Nader. He hated uniforms and protocol. His principal meal was cottage cheese and unleavened bread. Yet Nasser, although a revolutionary, was no insensitive Almoravid. He saw the pan-Arab dream as his hero, Bismarck, saw the pan-German dream. He failed to see that it had been the preposterous birth of Israel, not his revolution, that had given the Arabs the limited unity they had.

Heikal is an advocate, not a judge, but on some points he cannot honestly be faulted. Nasser, at least originally, hated war. As Heikal notes, he raised the fedayin as a response to Israel's parcel bombs and other terror, notably the "Lavon affair" (which Heikal blames on Ben Gurion, not Lavon). Heikal also reports fairly on other people's wellmeaning "solutions" to the Mideast problem. The US, it appears, at one point proposed sharing the Negev between Jordan and Egypt, with a linking road: an Israeli road would pass underneath it on its way to Eilat, which would have remained Israeli. Proposals like this were hardly the "help" the Arabs sought.

As Nasser's one-time special envoy to Washington, Anwar as-Sadat, put it then, all the "aid" that Egypt really wanted from Washington was "understanding." But no one made much attempt to understand anyone else. Dulles, while doubting Eden's emotional stability, basically accepted Eden's Etonian analysis of a sassy Wog. Nasser in turn misunderstood most Americans at the highest level—especially Johnson while enjoying those from the CIA and the embassy. The British believed that Nasser had engineered the dismissal of General Glubb, the English commander of Jordan's Arab Legion - while Nasser thought the British had shoehorned Glubb out themselves, to save

of Nasser's recognition of Peking) had been planned in advance at a Baghdad Pact meeting that March. Notes of this parley apparently reached Nasser from Iraqi sources in April.

Nasser and his Washington ambassador, Ahmed Hussein, publicly accepted the West's terms for continued aid; but Lincoln White, at the State Department, was announcing Dulles' cancellation of aid just as Hussein and Dulles were sitting down to talk in another room. In return for this, Nasser nationalized Suez-perhaps his least morally defensible and silliest act. (Earlier he had written Nehru approving internationalization of the waterway.)

Sources in Malta and Cyprus and at . Baghdad Pact offices in Iraq kept Nasser informed of Anglo-French plans for the Suez war. Even the CIA fed information on General Keightley's invasion preparations and of "how Eden's health is affecting his judgment"-Dulles' words. Nasser decided that Eden was "a velvet fist in an iron glove." At the UN, the US threw its vote against Britain, France and Israel: Nasser made sure that when pipelines were blown up in Syria, American lines should not be

One reason Heikal is tolerant of the declining Nasser is that he never shared his master's passivity. He relates with intemperate pleasure two different deaths for Premier Nuri Said of Iraq. But Heikal's was another view which Nasser needed, just as he needed the Levantine guile of his foreign minister Mahmoud Fawzi, who carefully avoided being for or against the President's controversial decisions. On the whole, like Khrushchev, Fawzi and Heikal were moderating influences.

Symbolic of Nasser's decline were his quarrels with old friends like Tito and especially Hammarskjöld, whose Congo policy Nasser found too evenhanded. Nasser's mistakes in the Congo were among those that paved the way for Mobutu's right-wing dictatorship. When the US and Belgium rescued hostages from Stanleyville in 1964, Nasser failed to see a noble corollary between this and Arab support for Palestinians, and allowed a mob to burn the US library in Cairo. He refused to apologize when one of his triggerhappy MIGs shot down an unarmed US oil company plane. Sensitive to insults himself, he

According to Heikal, the US withdrawal of Aswantaid in 1956 (because

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But unlike Anthony Nutting in a recent book, Heikal does not blame Nasser's triggering of the Six-Day War on Israeli cleverness. He relates the familiar argument that Nasser only wanted certain UN posts deactivated. Ralph Bunche decided—presumably on the advice of Brigadier Indar jit Rikhye—that it was all or nothing. U Thant agreed. Nasser, a colonel, should have understood why: but he apparently lacked the moral courage to back down. The whole UN force was withdrawn—and Israel went in, in its place.

First, the Israelis "informed" Washington that the Egyptians would invade at dawn on May 27, 1967. Washington askedMoscow to pressure Egypt. Nasser persuaded the Russians that the "invasion" report was baseless, publicly announced that Egypt "would not fire the first shot"—then made his saberrattling speeches to his pilots and the world. Many Egyptians wanted war and did their best to keep mediators, like the Americans, at bay. Nasser left friends, but no evidence, to testify that he did not want war at all.

The last years were a festival of overreactions—arresting his guest, Premier Moise Tshombe of the Congo, in 1964, rejecting Nahum Goldmann out of hand in 1968, responding to Bonn's objections to Walter Ulbricht's Cairo convalescence by making it an "official" visit. The loss of Nehru's sobering influence was capital. Nehru had wanted to bring the Jews and Muslims together: told that the impediment was the existence of a million Palestinian refugees, he said partition, in 1947, had given India 16 million refugees.

Nasser never got along quite so well with his other Asian adviser, Chou Enlai. Chou told him to put "brigades" of guerrillas into the Sinai to "live with the people." Nasser was understandably startled. Earlier (in June 1965), Chou had told Nasser that he wanted the US to escalate in Vietnam, where US forces would be China's "hostages," amenable to China's plans to demoralize the US Army with opium. Nasser was puritanically shocked on both counts.

Balancing Moscow and China was, of course, never easy. Khrushchev told Nasser that Mao was an opportunist who had left it to Chiang Kai-shek to fight the Japanese. But Peking clearly saw Cairo as being special; its ambassas

recalled during the Cultural Revolution.

Heikal's book is timely, titillating and as true as anyone dared expect. Now the Middle East looms once more as the main world crisis, the confrontation area between China and the West. Egypt and Jordan seem prepared to settle for a return of their lands - in exchange, it's thought, for free navigation in the Suez Canal and internationally policed demilitarization of key frontier zones. If Israel seizes the opportunity, the Palestinians would be left with little more than Syrian support. Would Nasser, had he lived, have offered such a deal to Israel, over the Palestinians' heads? Heikal, one surmises, would have pressed him to. But Nasser probably would have felt compelled to fight on for justice-and a later generation might have blamed him for another defeat. In fine, what use, if any, is a good man in politics, especially when he suffers from diabetically induced bouts of "nervous exhaustion." Nasser found, like Kaunda and Nyerere, that there could only be one Gandhi.

saw Cairo as being special: its ambassador tlApproxed For Release 2001/06/09 : CIA-RDP84-00499R001000110004-0

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# Top Military, CIA Experts Differ Over Bombing's Effectiveness

#### By SAUL FRIEDMAN Herald Washington Bureau

WASHINGTON -- There is deep disagreement in the Pentagon and top intelligence circles over the military effect of the 11-day bombing of Hanoi Haiphong in December.

Adm. Thomas H. Moorer, chairman of the Joint Chiefs of Staff, told the House Appropriations Committee Tuesday that the raids were "very effective" in reducing North Vietnam's "war-making potential."

But congressional sources close to the Pentagon and the Central Intelligence Agency say other assessments contradict Moorer's report.

And one congressman noting Moorer's admission that he was not consulted before the President ordered the bombing, said: "If the President didn't explore the military ramifications of his actions before he took them, it would suggest that there were other than military reasons for the bombing."

OUTGOING Central Intelligence Agency director Rich- Oct. 23, when bombing was told members Congress that the bombing and speculation did "relatively little damage" impending peace agreement. to North Vietnam's war-mak-

Ing potential.

the war.

One congressman added: : "The bombing wasn't supposed to have much effect, militarily, although it did cause rather minor disruption.

"Within days after the bombing they replaced railroad lines and bridges or found other ways of importing war materiel and transporting it to combat areas,"

The congressional source in possession of information from the Pentagon and intelligence sources rejected the Haiphong at this stage in



Adm. Moorer ... 'very effective'

that the North Vietnamese had engaged in a new supply build-up while negotiations were taking place from late October to mid-December.

BUT THE congressman, who did not want to be quoted by name, noted that the U.S. carried on unrestricted bombing against military targets in North Vietnam from May 8 (when the President announced the blockade and mining of North Viet-

namese harbors) ard Helms, it was learned, ceased north of the 20th of Parallel amid negotiations of

> The heavy bombing then resumed on Dec. 18, after the breakdown of the agreement, and targets included populated areas of Hanoi and Haiphong.

> "It is ridiculous to believe that after five months of bombing, the North Vietnamese were able to accomplish the kind of buildup in two months that only 11" days of bombing could stop," the congressman said.



Richard Helms ... little damage

rationale Moorer gave for bombing Approved in release 2001/06/09 : CIA-RDP84-00499R001000110004-0

## Too Many CIA Men in America's Embassies

My travels in the Far East and Latin America in 1972 have alerted me to a littleknown but deeply-disturbing aspect of the State Depart-ment's decline in the conduct of foreign policy.

In country after country, foreign service personnel complained to me that "the intelligence agencies are sneaking more and more of their men into what on the surface appear to be State Department slots."

"We'll soon be just like the Russians, who scatter KGB agents into the highest and lowest posts in their embas-sies," one high ranking Foreign Service officer said. "It seems that every month the CIA is pressing to ease another of its men in as a political officer, or economic officer."

The Russians long have had a reputation for making their embassies mostly cloak-anddagger operations.

All countries have long given their agents and slick

operatives, the respectable cover of diplomatic assignments, except for those under such "deep cover" that they are in pursuits totally removed from any official government agency. But the United States has been pretty circumspect about the extent to which it permitted intelligence operators to penetrate the entire foreign establishment.

As first director of the Peace Corps, R. Sargent Shriver got presidential backing for a rigid prohibition against using Corps volunteers as intelligence agents.

When I became director of the U.S. Information Agency one of the first messages I sent to the field asserted that any employe found working for CIA who could not produce an authorization signed by me would be automatically fired-and none had such an authorization.

The idea was that it was not in our national interests to have foreigners feel that our

Peace Corps teachers were Mata Haris, or that our cultural and information programs bore the taint of espionage.

All the evidence I saw indicated that the CIA respected and honored that viewpoint.

I heard nothing to indicate that the Peace Corps or USIA policies now differ.

But the complaints and expressions of deep concern that I have heard on two continents indicate that some disturbing changes are occurring where the State Department is concerned.

First, the department has suffered as a result of budgetary strictures imposed by this administration. In the November Department of State Newsletter, William O. Hall, director general of the Foreign Service, noted that budget problems "have sharp-ly reduced political positions. As a result, promotions of political officers have been considerably reduced."
"The political positions we

lose are quickly taken over by CIA," complained one senior Foreign Service officer. "They take over under default because they get the money to hire the people and we don't."

One danger is that the more we operate like the Russians and the KGB, the more vulnerable the United States becomes to emotional charges like the one made recently by Mrs. Indira Gandhi, the president of India, about alleged but unspecified undersirable CIA activities in her country.

Then there is the matter of reporting back to Washington the information and analyses on which the President decides whether or not to bomb. give military aid, lower a trade barrier, support one political group. He needs an input from both the diplomats and the intelligence services, but the whole nation will benefit in the long run if we keep the functions separate so that our leaders know who is recommending what, and from what background.

## Tom Braden

## CIA Housecleaning: The Cold War Is Over

HISTORY has a way of punctuating itself without benefit of manifesto. Neither White House nor Kremlin has proclaimed that the cold war is over. Yet the departure of Richard Helms as director of the Central Intelligence Agency and the appointment of James R. Schlesinger to succeed him is a kind of period, ending an era as clearly as though Winston Churchill had come back to Fulton to revise his famous speech about the Iron Curtain.

Helms is the last of the bright young men whom Allen Dulles assembled from wartime OSS and from Wall Street law offices to help him turn the CIA into the citadel of the cold war.

Dulles is dead. So is Frank Wisner, his hard-driving and inventive assistant. So is the one-time number-three man, Tracy Barnes, tall, blond, handsome and having about him the aura of mystique as the man whom Dulles had personally chosen to parachute into Italy with surrender terms for Kesselring. So is that charming young man of feline intelligence, Desmond Fitzgerald, who once had the courage and foresight to tell Robert McNamara that the army would fail in Vietnam.

SO THE BRILLIANT and the best are gone. It is said that now the President wants someone to clean house over at "the firm," as the cold warriors from Wall St. once referred to their place of business. It is a worthwhile project. Like all bureaucracies, the one that Dulles built tended to go on doing whatever he had given it permission to do long after the need was a memory.

The 1966 "scandal" about CIA's infiltration of student and cultural groups and its use of labor unions, for example, was only a "scandal" because the activities then being conducted scened so out of date. It was a though Americans had awakened in 1955 to the startling news that some World War II division left on say the Moselle River in inexplicable ignorance of time suddenly attacked eastward.

There were so many CIA projects at the height of the cold war that it was almost impossible for a man to keep them in balance, The dollars were numerous, too, and so were the people who could be hired.

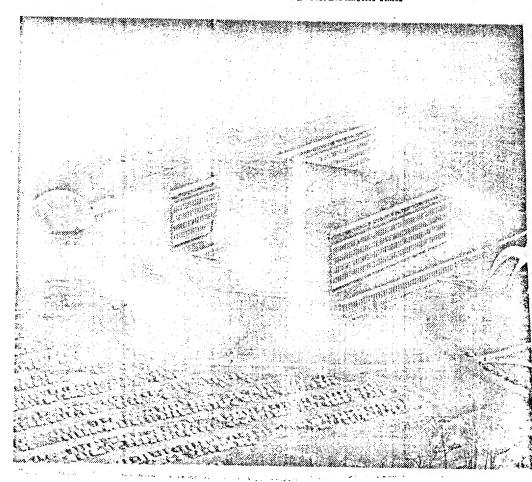
People in government tend to stay on, and CIA had its fair share of stayers left over from some forgotten project or deserted by a bureau chief who didn't get what he wanted and left his recruits to founder for other desks.

There were all those college boys whom the agency hired during Korea, trained as paratroops and guerrillas and then shoved into tents because Gen. MacArthur wouldn't let them into his theater. The same morale problem existed for them as did later for the Cuban exiles awaiting the Bay of Pigs. Some of them departed in

peace, but some are still around, like the Bay of Pigs men who so embarrassed Richard Nixon during the last campaign.

So I am not against a housecleaning. The times have changed, and in some ways they now more nearly approximate the time when CIA was born. The need then was for intelligence only. Josef Stalin's decision to attempt conquest of Western Europe by manipulation, the use of fronts and the purchasing of loyalty turned the agency into a house of dirty tricks. It was necessary. Absolutely necessary, in my view, But it lasted long after the necessity was gone.

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#### THE WASHINGTON POST

Wednesday, Jan. 3, 1973 B9

## 'Our Side Good'

THE CHAMPAGNE SPY: Israel's Master Spy Tells
His Story. By Wolfgang Lotz.
(St. Martin's. 240 pp. \$6.95)

## Reviewed by Miles Copeland.

The reviewer, the author of "The Game of Nations," is a corporate consultant on security matters in the Mideast.

For forming judgments of persons uncovered as spies, I recommend the Copeland Rule: "Our side good; other side bad." By application of this simple vernier even the subtlest and most stubborn cases yield to moral analysis.

Take, for example, the case of "Kim" Philby, the British intelligence officer who turned out to be a Soviet spy. He was "vain, cruel, contemptuous to the point of being psychopathic," to borrow the words of a former friend. And the case of "Mickey" Goleniewski, the Polish intelligence officer who turned out to be an American spy. He "put loyalty to principle above all other loyalties," and, "at great personal sacrifice and risk he served those whom he believed to be most capable of fighting what was evil in his country." (The first quote is from a review of Philby's autobiography by Cyril Connolly which appeared in 1968 in The Sunday Times of London; the second two quotes are from an editorial appearing in the same paper six years earlier.)

This is not to say that we admit to having spies in foreign countries. We occasionally catch Soviet spies in our own country, and we deal with them in a manner befitting persons so traitorous and low. In retaliation, the Soviets trump up evidence on innocent people in their country and charge them with spying for the CIA. The same happens in the Arab-Israeli cold war. The Arabs send spies into Israel, and they

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BOOKS, From B1

promptly caught by the Israeli security service, acknowledged to be one of the most efficient in the world. In retaliation, one or another of the Arab governments trumps up charges on an equivalent number of "Israeli spies" alleged to be operating inside its borders. As the exchange is reported in the press of the world, quotes are used around the phrase, "Israeli spies"; they are omitted when the spycatching is the other way around.

To be truly useful, the Copeland Rule must be applied with particular vigor when our side produces literature which throws doubt on its innocence. (When I say "our side" I include the Israelis, because of general adherence in our country to quite a different Rule: "Israel good; Arabs bad.") Whenever an Arab government trumps up charges against "Israeli agents" some authoritative voice is likely to undermine our righteous fury by suggesting that the Israelis have one of the finest intelligence services in the world, or by revealing that they have information which could only have come from espionage sources. Indeed, during one of the kangaroo court trials of "Israeli spies" held by the Iraqis, the Israelis unblushingly used information coming from their real spies in Iraq to prove to the world that those on trial were innocent. And after protesting for years the innocence of persons hanged or in jail for spying against the Syrian and Egyptian governments, the Israelis now allow the publication of books which show that their intelligence service has had some of the most effective spies of modern history at work in those two countries. But such contradictions only increase the usefulness of the Copeland Rule.

To understand this admittedly subtle point, one must understand that most modern intelligence services have all but abandoned the use of their own nationals

ample, if the CIA wishes to penetrate the Soviet government it must employ agents

with access to it—Soviet citizens, in other words, with whatever it takes to get the appropriate Soviet security clearances. And the same goes, the other way around, for KGB if it wishes to penetrate the United States government. Thus, with modern security controls being what they are, an espionage agent is by definition a traitor to his country. And if he is to be an effective espionage agent, he must also betray his friends and associates.

But this is not necessarily the case with Israeli agents. Like services of the great powers, Israeli Intelligence recruits most of its espionage agents in Arab countries from among citizens in good standing of those countries. These are Bad by Arab standards, and Good by Israeli standards. It also has made extensive use agents who are Israeli citizens, but who have what it takes to build new identities, supported by proper documentation, and to introduce themselves into the mainstreams of Arab society. To these, obviously, the Rule does not apply-or, it would be more accurate to say, they are "exceptions which prove the Rule." To anyone who tries to be objective as he views world events, the Rule is a reminder to avoid postures of pious indignation when the other side does to us precisely what we would do to

By studying the cases of Israeli agents who are Israeli citizens, and who therefore owe no loyalty to the countries they spy upon, we may get away from the grosser aspects of betrayal altogether, and concern ourselves with its finer points. Is it true, as the CIA's Kilbourne Johnston used to say, that "to be a good agent either for our side or the other a man has to be a mean, treacherous s.o.b."? To get at the answer it is helpful to have a look at those spies, a small minority in the world of espionage and counterespionage, to whom the question of national loyalty does not apply.

jor Ze'ev Gur-Arieh, better known as "Wolfgang Lotz," whose autobiographical ac-

count of spying in Egypt, "The Champagne Spy," has just been published. Gur-Arieh--or Lotz--was born in Germany of a Gentile father and Jewish mother, but he emigrated to Palestine as a child and grew up within the Jewish community. By the time he was employed Israeli Intelligence, shortly after the Anglo-French-Israeli campaign against Egypt in 1956, he was as Israeli as any Egyptian is Egyptian. Except for his language skills (Hebrew, Arabic, English and German) and Teutonic appearance, sending him to spy on Egypt was the equivalent of the CIA sending an untraveled American Army officer to penetrate the Kremlin.

But he did it. And "The Champagne Spy," written with that kind of ingenuous frankness found only in persons so amoral as to be oblivious of how others judge them, tells us what sort of person he had to be to do it. It convinces us that no other sort of person could have done it, and that, therefore, his attitudes must be entirely typical of the old-time non-treasonous spies of history whom we have reheroes. "The garded as Champagne Spy" is compulsively readable in any case, if only because it is an interesting story simply told; but with these special insights it becomes a case history classic.

I am reminded of a key test question in the final oral examination for admission to the CIA's predecessor organization, the Office of Strategic Services. It was, "Do you want to fight the Nazis because you hate them?" If you gave the proper answer, "No, I want to fight them because they're on the other side," the examiner clapped you on the back and said, "Correct! Welcome aboard." A candidate who gave the right answer, and who subsequently rose to be one of the most effective officers in OSS and is now a senior official of CIA, asked, "What would your reaction be if I admitted that I would have answered the opposite had I figured that it was the one you want-Approved For Release 12001/06/09 w C44 RDP 14:0049 ROOM 0001 10004 10004 1000 11:00 was the reply. When I first heard this story I didn't get the

point. I do now.

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